

1. Overview of Scope of IDB Invest E&S Review The environmental and social review of the proposed transaction was carried out through desk research and phone calls with the client. Bancoldex is an existing IDB Invest client. 2. Environmental and Social Categorization and Rationale The proposed operation is classified as an FI-3 according to the IDB Invest Sustainability Policy. Bancoldex has requested a standby letter of credit to guarantee transactions with up to seven SME energy traders. The maximum value of Bancoldex's transaction with the trader is US \$ 400,000, and the tenor is up to 13 months. 3. Environmental and Social Risks and Impacts The environmental and social risks are considered minimal given the proposed use of proceeds. As energy traders, the end-borrower is involved in day to day trading of energy contracts on the spot market for which there are no direct environmental or social impacts stemming from their trading activities. 4. Mitigation Measures Bancoldex will be required to apply a basic set of procedures, which will include application of the exclusion list and local law as applicable, and their existing ESMS. 5. E&S Action Plan: N/A 6. Contact Information For project inquiries, including environmental and social questions related to an IDB Invest transaction please contact the client (see Investment Summary tab), or IDB Invest using the email [divulgacionpublica@iadb.org](mailto:divulgacionpublica@iadb.org). As a last resort, affected communities have access to the IDB Invest Independent Consultation and Investigation Mechanism by writing to [mecanismo@iadb.org](mailto:mecanismo@iadb.org) or [MICI@iadb.org](mailto:MICI@iadb.org), or calling +1(202) 623-3952.