

1. **Scope of the Environmental and Social Review.** The environmental and social (E&S) review of the proposed transaction consisted of a documentation review and discussions with management at CAME. The Institution is a new customer for IDB Invest. However, it has executed transactions with multi-laterals.
2. **Environmental and Social Categorization and Rationale.** The proposed transaction is classified as IF-3 under IDB Invest's Environmental and Social Sustainability Policy. The sub-projects supported the sub-loans granted by CAME will have potentially low risk, i.e., they are expected to include commercial activities that mostly have no or minimal adverse environmental or social impacts. The sub-loans granted by CAME using IDB Invest funds will be destined in full to micro-entrepreneurs and to micro and small businesses. Loans granted by CAME have weighted average values of US\$4,800 and 6-month terms. The portfolio by product is mostly composed of group loans (80%) with average values of US\$5,600 and 4-month terms, and to a lesser extent individual loans (20%) with average values of US\$ 1,350 and 12-month terms. The value of group loans is distributed among the members of the approved group, who number between 8 and 20 people. IDB Invest funds may not be used by CAME to finance category A high risk sub-projects as defined by IDB Invest, nor projects in the sectors in the IDB Invest exclusion list.
3. **Environmental and Social Risks and Impacts.** The E&S risks associated with this transaction relate to CAME's ability to evaluate and manage the risks associated with its investments. CAME does not have an Environmental and Social Management System or an environmental policy, due to the low exposure risk and amounts in its portfolio, although it does have an exclusion list. Business officers are responsible for evaluating compliance with national legal regulations. CAME has 3265 employees, 51% of whom are women. There are 350 management positions and 126 are held by women. The Institution has Internal Regulations and a Code of Ethics.
4. **Mitigation Measures.** Financing granted by CAME should comply with the IDB Invest Exclusion List and with local and national environmental and social law. Employees responsible for supervising and implementing business and lending policies should take the IDB Invest [1] virtual course for financial intermediaries, in order for CAME to better understand the requirements of IDB Invest. The "Environmental and Social Management Systems" virtual course will help the Institution's employees to incorporate environmental and social practices into their risk management.
5. **Environmental and Social Action Plan (ESAP)** Not applicable.
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 requestinformation@idbinvest.org. As a last resort, affected communities have access to the IDB Invest Independent Consultation and Investigation Mechanism by writing to mecanismo@iadb.org or MICI@iadb.org, or calling +1(202) 623-3952.

[1] <https://cursos.iadb.org/es/indes/sistema-de-gesti-n-ambiental-y-social-una-oportunidad-de-negocio>