Environmental and Social Review Summary ("ESRS")

Alfin Banco: Senior Loan to Support Microentrepreneurs in Peru / 16013-01

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1. **Scope of Environmental and Social Review**. The Environmental and Social ("E&S") review of the proposed transaction consisted of a review of relevant documentation, including policies, plans and procedures of Alfin Banco's ("Alfin" or the "Bank") loan portfolio. In addition, discussions were held with representatives of the Risk Management Department.

2. **Environmental and Social Categorization and Rationale**. The proposed transaction is classified as FI-3 under IDB Invest's Environmental and Social Sustainability Policy. The financing will support the microenterprise portfolio, which focuses on productive, operational, and support assets. Consequently, the subprojects associated with this financing are expected to present low or no adverse environmental and social risks and impacts. Alfin Banco will not finance Category A (high-risk) subprojects, as defined by IDB Invest, nor any activities included in IDB Invest's Exclusion List.

   Alfin Banco defines microenterprises as small-scale productive units, generally family-run or sole proprietorships, with short-term financing needs primarily oriented toward working capital. The products offered by the Bank include Microenterprise Working Capital, the "Mujer" (Women's) loan, and loans to microentrepreneurs through Integra Retail´s stores. IDB Invest's financing will focus on the granting of loans through Carsa, El Gallo más Gallo y Marcimex, retail stores chain with more than 50 years in the Peruvian market, specialized in the sale of home appliances, technology, and motorcycles, which operates in alliance with Alfin Banco.

   Loans to microentrepreneurs have an average amount of approximately US$652 and an average tenor of 17.5 months. The main sectors of the Integra Retail Channel are: motorcycles (45%); support assets – small home appliances, bicycles, furniture – (22%); white goods – commercial refrigerators, stoves, washing machines, ovens – (21%); and operational assets – laptops, desktops, tablets, printers – (12%).

   The transaction is considered aligned with the Paris Agreement, based on an analysis conducted in accordance with the IDB Group's Paris Alignment Implementation Approach.

3. **Environmental and Social Risks and Impacts**. The main E&S risks of this transaction are related to Alfin Banco's capacity to identify and manage the risks associated with its financing activities. These E&S risks may be related to, among others, labor rights, occupational health and safety, and waste generation. The level of E&S risk associated with the subprojects is considered low.

4. **Mitigation Measures**. Coril Corporation has a recent Corporate Environmental and Social Risk Management Policy (April 2026), applicable to Alfin Banco, which indicates its commitment to local law and the International Finance Corporation ("IFC") Performance Standards ("PS"). In addition, Alfin Banco has a specific Environmental and Social Risk Management Policy ("PGAS", for its acronym in Spanish), approved in May 2026, which includes an exclusion list and defines the institutional framework for integrating environmental and social considerations into risk management, in

compliance with the Regulation for Social and Environmental Risk Management (SBS Resolution No. 1928-2015).

Alfin Banco also has Human Resources policies, which include an Occupational Health and Safety Policy, an employee's grievance mechanism, and non-discrimination and gender equity policies.

Alfin Banco shall ensure that all sub-loans financed comply with IDB Invest's Exclusion List and applicable local legislation, as well as the implementation and continuous improvement of the PGAS, which will be reported through the Annual Environmental and Social Compliance Report. Additionally, Alfin Banco will designate a staff member responsible for overseeing E&S matters, who will complete the online training on E&S risk management provided by IDB Invest.[1]

5. **Environmental and Social Action Plan ("ESAP")**. 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. 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] Required course: https://cursos.iadb.org/social-development/environmental-and-social-management-system-business-opportunity (available year-round) or https://knowledge.iadb.org/es/curso/gestion-de-riesgos-ambientales-y-sociales-saras-en-accion (next edition available in September 2026).