

Environmental and Social Review Summary (“ESRS”)

Global Soluciones Financieras Decarbonization Partnership / 13724-01– Chile

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- 1. Scope of Environmental and Social Review:** The Environmental and Social (“E&S”) review of the proposed transaction was carried out through desk research and calls with Global Soluciones Financieras S.A. (“Global”). IDB Invest reviewed the internal organization and policies to assess its ability to manage the E&S risks associated with the loans granted by Global.
- 2. Environmental and Social Categorization, and Rationale:** The subprojects to be supported through this operation have low risk potential. Thus, according to the IIC Environmental and Social Sustainability Policy, this operation has been classified as an FI-3 operation. The sub-loans, targeting mobile assets, are expected to average US\$8,000, with an average tenor of 21 months.
- 3. Environmental and Social Risks and Impacts:** The main E&S risks of this project are associated with Global’s capacity to identify and manage the E&S risks associated with its lending activities. The potential risks associated with its main lending activities, vehicle loans, include issues around pollution prevention and mitigation. Global ensures application of local law in these regards as all vehicles are imported and therefore have emission standards in accordance with Chilean law.
- 4. Mitigation Measures:** Global will establish a basic Environmental and Social Management System (“ESMS”), comprised of application of IDB Invest’s Exclusion List and review of sub-loans against applicable local legislation. It will designate at least one employee to be responsible for E&S issues. Global will be required to complete IDB Invest’s online training course on Environmental and Social Risk Management with the aim to build capacity around environmental and social risk management and further understand IDB Invest’s requirements at large.
- 5. Environmental and Social 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 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.