

**ProCredit Holding  
Project Summary**

Host Countries:	Borrower will use the OPIC loan to make investments in subsidiaries in Armenia, Bosnia, Honduras, Mexico and Moldova, and possibly other countries to be determined by ProCredit Holding and approved by OPIC.
Name of Borrower:	ProCredit Holding A.G. (“PCH”), a German company.
U.S. Sponsors:	TIAA-CREF (10.4% owner of PCH) Omidyar Tufts Microfinance Fund (6.1%)
Foreign Sponsors:	International Projekt Consult (Germany) – 18.5% KfW (Germany) – 14.2% DOEN Foundation (Netherlands) – 13.9% IFC – 10.8% BIO (Belgium) – 5.9% FMO (Netherlands) – 5.5% responsAbility (Luxembourg) – 4.4% Fundasal (El Salvador) – 2.1%
Project Description:	OPIC will provide PCH with a subordinated loan in order to improve its Tier 2 capital position and thereby facilitate the provision of capital by PCH to banks in the ProCredit Group. The capital provided by PCH to these banks will be used to expand their micro and SME lending activity (the “Project”).
Total Project Costs:	\$415 million (includes Borrower equity plus OPIC Loan)
Proposed OPIC Loan:	\$25 million
Developmental Effects:	The Project will have a significant developmental impact on the host countries. The OPIC funds will support the capital position of ProCredit Holding, a financial institution that provides credit to micro and SME borrowers, and disadvantaged lower and middle income savers. The facility will have strong financial sector augmentation impacts by expanding the capital base of the ProCredit Group. The Project will benefit underserved segments by allowing it to expand its micro and SME lending worldwide, leading to multiplier effects throughout country economies. The provision of capital to PCH will also support the management of the Group’s aggregate liquidity position.

Environment:	Microfinance and small business lending facilities are screened as Category C projects, but subject to conditions related to the use of proceeds. Excluded activities include lending to entities engaged in categorically prohibited activities or activities likely to have a significant adverse impact on the environment.
Workers Rights:	OPIC's statutorily required standard worker rights language will be supplemented with provisions concerning the right of association, organization and collective bargaining, minimum wages, timely payment of wages, and hours of work. Loans to micro and SME borrowers will be restricted with respect to the borrowers' operations, including the employment of minors and other applicable labor law requirements. Standard and supplemental contract language will be applied to all workers of the Project.
Human Rights:	In consultation with the Department of State, the Project received a Human Rights Clearance on September 18, 2009.