

OPIC Loan to Financiera TFC, S.A.

Information Summary for the Public

Host Countries:	Peru
Name of Borrower:	Financiera TFC, S.A., a Peruvian non-bank financial institution (“TFC” or the “Borrower”)
U.S. Sponsors:	LFLP Holdings, LLC, a Florida company (“LFLP”)
Foreign Sponsors:	None
Project Description:	The proceeds of the loan to TFC will finance the expansion of its SME, micro, and consumer lending portfolios, as well as its financing of the conversion of vehicles from gasoline into natural gas.
Total Project Costs:	\$14 million
OPIC Loan:	\$10 million
Developmental Effects:	This project is expected to have a positive developmental impact on the host country, Peru. By injecting capital into a country with very low levels of private credit relative to GDP, it will provide new financing for consumers, microbusinesses and small businesses. TFC stores are located in over 60 La Curacao retail stores, where credit checks and approvals are done immediately on the premises. TFC allows consumers to purchase retail goods from La Curacao on long-term credit, which allows poor people to purchase a greater amount of consumer goods. The project may contribute to a lowering of prices and an increase in consumer credit to rural areas. Over 50 new employees are expected to be hired as a result of this project, all whom will receive training and a wide array of benefits.
Environment:	Loans to non-bank financial institutions are considered financial transactions and 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 worker rights language will be supplemented with provisions concerning the right of association, organization and collective bargaining, and minimum age. Loans to SME borrowers will be restricted with respect to the SME Borrowers operations, including the employment of minors. 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 July 13, 2009.