

SECTION I: NON-CONFIDENTIAL PROJECT INFORMATION

Host Countries:	OPIC-eligible countries in Sub-Saharan Africa. The Fund may also make investments in other OPIC-eligible countries in the Middle East and North Africa regions.
Name of Borrower:	Investment Fund for Health in Africa II, to be based in a jurisdiction approved by OPIC.
Sponsor:	<p>Africa Health Systems Management Company B.V. (“AHSM” or the “Fund Manager”), organized under Dutch law and based in Amsterdam.</p> <p>The sub-advisor to AHSM is Total Impact Advisors (“TIA”), a wholly US-owned company.</p>
Project Description:	<p>The Fund will seek to improve the health situation of low and middle-income African citizens through investment in companies in the health sector in Africa. This will build on the success of the Fund Manager’s first fund, the Investment Fund for Health in Africa (“IFHA I”). Due to various market dynamics and funding flows, the Fund Manager believes there is a discernable opportunity to have a significant impact on the African healthcare sector while also generating returns acceptable to impact-minded institutional investors. The Fund Manager believes the Fund can have the greatest impact in four key areas, i) care provisioning via small and mid-sized hospitals, clinics and similar care providers, ii) health insurance, including HMOs, iii) pharmaceuticals, excluding R&D, and iv) supporting industries such as education, claims processing, water & sanitation, food & nutrition and environmental services.</p>
Total Fund Capitalization:	Up to US\$250 million.
Proposed OPIC Loan:	OPIC loan guaranty of up to US\$83 million, plus accrued and accreted interest thereon.
Term of Fund:	10 years, with two consecutive 1-year extensions, at the discretion of the Fund Manager. Additional 1-year extensions are also possible with prior approval of the Advisory Committee.
Selection Process:	<p>On March 31, 2011, OPIC issued a call for proposals for Impact Investment (the “Call”). The Call invited proposals for investment vehicles that intend to have positive social and/or environmental impacts while generating sustainable financial returns. The Call considered a wide variety of strategies, including but not limited to a focus on sectors such as water, healthcare, sanitation and waste management, education, housing, basic infrastructure, access to finance, renewable resources, and sustainable agriculture. Proposals from vehicles</p>

	<p>that invest in microfinance institutions or small and medium enterprises (“SMEs”) were also considered. Additional consideration was given to proposals that included innovative business models, measurement of impact, or were targeting improvements in the social and/or environmental conditions of disadvantaged populations. The Call considered a range of investment structures, including private equity funds, funds-of-funds, debt facilities, and other hybrid vehicles.</p> <p>With the assistance of Cambridge Associates as an advisor, an OPIC Evaluation Committee established for the Call selected the Fund from among 88 respondents as having best met the criteria stated in the Call. The Fund advances the objectives of the Call by seeking to improve the health situation of lower and middle-income African citizens by investing in businesses that directly increase peoples’ access to quality healthcare or indirectly improve their health outcomes.</p>
Policy Review	
Developmental Effects:	<p>This Fund is expected to have a positive developmental impact on Africa. The Fund’s investments are expected to lead to improvements in African healthcare systems, the creation of new jobs, and the mobilization of additional donor funding. The Fund’s investments are expected to have a positive impact by improving the delivery and availability of healthcare in a region that lacks sufficient private investment in medical services. Through public-private partnerships, the Fund will work with donors and government entities to make investments in hospitals, medical clinics, HMOs, health insurance companies and pharmaceutical distributors. The Fund manager will measure its impact by producing environmental and social development performance reports that will include Fund policies, portfolio review and company level analysis regarding development impact. Furthermore, OPIC will review each of the Fund’s investments to assess their developmental impacts on the host country.</p>
Environmental & Social Effects:	<p>The capitalization of a fund is screened as a Category D activity for the purposes of environmental and social assessment. Although no further assessment is warranted at this stage in the transaction, downstream investments made by the Fund will be screened at and subject to the full scope of OPIC’s environmental and social assessment process, including public disclosure within the host country of Environmental and Social Impact Assessments for Category A projects, conditionality and monitoring, as is warranted by the nature and scope of the downstream investments.</p> <p>Under OPIC’s environmental and social policies, the Fund will be required to establish a Social and Environmental Management System which will be used to assess the environmental and social impact of their own operations as well</p>

	as the operations of their downstream investments and include the environmental and social objectives and principles that will be used to guide the Fund and downstream investments to implement measures that will eliminate risks, ameliorate damage, and enhance positive effects.
U.S. Economic Impact:	The capitalization of the Fund has no potential for an adverse impact on the U.S. economy and an industry analysis is not necessary at this time. However, the Fund's portfolio company investments will be analyzed individually for their impact on the U.S. economy and U.S. employment in accordance with OPIC guidelines.
Workers' Rights:	Each of the Fund's portfolio company investments will be evaluated separately with regard to OPIC's worker rights requirements. Standard and supplemental worker rights language will apply to each portfolio company investment, as appropriate.
Human Rights:	OPIC issued a human rights clearance for the Fund on September 27, 2011.