

REPORT FROM OPIC MANAGEMENT TO THE BOARD OF DIRECTORS

SECTION I: NON-CONFIDENTIAL PROJECT INFORMATION

Name of Fund	Jordan Fund II (“JFII”) or an affiliate thereof (the “Fund”), a company established under the law of the Cayman Islands.
Sponsor:	The Jordan Fund Management Company (the “Investment Manager”), or a wholly-owned affiliate or subsidiary thereof.
Fund Description:	The Fund Manager will seek to deploy risk capital to achieve long-term capital appreciation for its investors through privately negotiated equity and quasi-equity investment. The Fund will pursue a diversified growth equity investment strategy focusing on small and medium size businesses in Jordan.
Target Fund Capitalization:	\$150 million
Proposed OPIC Loan:	OPIC loan of up to \$50 million and not more than one-half of the total capital in principal plus accrued and accreted interest thereon.
Term of Fund:	Up to ten years, with an option to extend up to two additional years. Base interest will accrue and compound semi-annually and will be due and payable on the Maturity Date.
Selection Process	The OPIC Evaluation Committee selected the Fund from among thirteen respondents to the Call for Proposals, with the assistance of Franklin Park LLC, a private equity advisor. The Call for Proposals sought responses from private sector fund managers for the formation, management and OPIC financing of one or more private equity funds that would invest in Jordan, Lebanon, and Egypt with additional capital available for other high priority countries in the region. The Call for Proposals also stipulated that at least one of the fund managers selected would invest a minimum of \$50 million of its total capital (debt and equity) in Jordan. The Fund submitted a proposal to invest in Jordan and was selected because of its expertise and experience in the country.
Developmental Effects:	This project will have a positive developmental impact by providing growth capital to selected Jordanian companies, creating employment opportunities, and promoting consolidation in fragmented industries. The Fund will be instrumental in transferring knowledge to its portfolio companies by improving management processes, optimizing capital structures, participating

	in business development, enhancing financial reporting, introducing management information systems, and ensuring compliance with corporate governance standards.
Environment:	The Fund will be required to ensure that all applicable requirements are met with respect to environmental issues for each portfolio company investment in which the Fund invests using the proceeds of the OPIC loan.