

JSC ProCredit Bank Georgia Non-Confidential Project Information

Host Country:	Republic of Georgia
Name of Borrower:	JSC ProCredit Bank Georgia (“PCBG”)
U.S. Sponsor:	TIAA-CREF Omidyar-Tufts Microfinance Fund
Foreign Sponsor:	ProCredit Holding AG (“PCH”)
Project Description:	Expansion of PCBG’s lending to very small, small and medium enterprises; augmentation of Tier II capital.
Total Lending Portfolio as of 12/31/08:	\$300 million
Proposed OPIC Loan:	\$30 million (\$15 million senior; \$15 million subordinated)
Developmental Effects:	The project will have a positive developmental impact in Georgia. The project will enable PCBG to expand its operations in order to target additional microenterprises and SMEs. The project will strengthen the Georgian financial sector and augment PCBG’s capital adequacy. PCBG employs a significant amount of corporate governance measures and corporate social responsibility programs.
Environment:	Loans to commercial banks are considered financial transactions and are screened as Category C, 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 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, hours of work, and timely payment of wages. Micro- and SME loans 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. Georgia is eligible for the Generalized System of Preferences (“GSP”) and is not currently subject to petitions challenging its GSP or OPIC eligibility on worker rights grounds.
Human Rights	The project received a human rights clearance on February 3, 2009.