

INFORMATION SUMMARY FOR THE PUBLIC

Host Country:	Madagascar
Name of Insured Investor:	Seaboard Corporation
Foreign Enterprise:	LMM Farine, S.A.
Project Description:	The project is the revitalization and operation of a grain milling and sales business (the "Project").
Total Project Cost:	\$12,918,984
Proposed OPIC Insurance Amount:	\$11,627,086
Developmental Effects:	The Project will have a positive developmental impact in Madagascar. The investment will restart domestic flour milling in Madagascar. The Foreign Enterprise, a wholly owned Seaboard subsidiary, will import grains and manufacture flour in Antsirabe. The Project will increase the country's food production capacity and support food security in Madagascar. The Project will also create a substantial number of jobs and will provide benefits to employees.
Environment:	<p><i>Screening:</i> Operation of a grain storage, milling, and sales operation is screened as a Category B project under OPIC's environmental and social guidelines because impacts are site-specific and readily mitigated by the adoption of applicable International Finance Corporation ("IFC") Performance Standards, Environmental, Health and Safety Guidelines, and industry standards. Environmental and social issues include the need for appropriate occupational health and safety measures, community health and safety measures, solid waste disposal, air emissions control measures, water use, the use of agrochemicals, and life and fire safety.</p> <p><i>Scope of Review:</i> This environmental and social assessment was based on information submitted in the Request for Clearance and OPIC application for political risk insurance which was received on May 16, 2011. In addition, Seaboard Corporation Safety Manual, review of agrichemicals provided by the Insured Investor, business background materials, OSHA safety and health guidelines pertaining to grain handling (http://osha.gov/SLTC/grainhandling/index.html) and responses to OIP's request for environmental and social information were reviewed.</p>

Applicable Standards: Under OPIC’s Environmental and Social Policies, the Project is required to comply with applicable Madagascar laws and regulations related to environmental and social performance. OPIC’s environmental and social due diligence indicates that the investment will have impacts which must be managed in a manner consistent with the following April 30, 2006 IFC Performance Standards (“PS”):

- PS 1: Social and Environmental Assessment and Management Systems;
- PS 2: Labor and Working Conditions;
- PS 3: Pollution Prevention and Abatement; and
- PS 4: Community Health, Safety and Security.

Based on information provided by the Insured Investor, the Project will not involve any impacts to biodiversity conservation and sustainable resource management, land acquisition and involuntary resettlement—including physical or economic displacement, impacts on indigenous peoples, or impacts to cultural heritage. Therefore, PS 5, 6, 7, and 8 are not triggered by this Project.

The Project will be required to meet applicable provisions of the April 30, 2007 IFC General Environmental Health and Safety (“EHS”) Guidelines.

Environmental and Social Risks: Environmental and social issues include the need for appropriate occupational health and safety measures, community health and safety measures, solid waste disposal, air emissions, water use, the use of agrochemicals, and life and fire safety.

Risk Mitigation: The Project will be required implement an Environmental and Social Management System and Grievance Mechanism that is consistent with the IFC PSs and appropriate to the scale of grain storage milling and sales. Project packaging facilities will operate under HACCP and BRC, or comparable certifications. The Project will conform with and enforce local worker safety standards and fire and safety regulations and implement the Seaboard Corporation Safety Manual.

Workers Rights:	<p>OPIC's statutorily required standard worker rights language will be supplemented with provisions concerning the right of association, organization and collective bargaining, minimum age, hours of work, the timely payment of wages, and hazardous work situations. Standard and supplemental contract language will be applied to all workers of the Project. The Project will be required to operate in a manner consistent with the International Finance Corporation's Performance Standard 2 on Labor and Working Conditions.</p>
Human Rights:	<p>OPIC issued a human rights clearance for the Project on September 20, 2011.</p>
U.S. Effects:	<p>This Project will have a positive developmental impact in Madagascar. The investment will restart domestic flour milling in Madagascar. LMM Farine S.A., a wholly owned Seaboard subsidiary, will import grains and manufacture flour in Antsirabe. The Project will increase the country's food production capacity and support food security in Madagascar. The Project will also create a substantial number of jobs and will provide benefits to employees.</p>