

## Public Information Summary

<b>Host Country</b>	Sri Lanka
<b>Name of Borrower</b>	International Institute of Health Sciences Pvt Ltd. (“IIHS”)
<b>Project Description</b>	DFC will provide a loan to IIHS for the construction of a new primary campus that will have the capacity for up to 10,000 students pursuing degrees and credentials in nursing and other healthcare-oriented areas of study (the “Project”).
<b>Proposed DFC Loan/Guaranty</b>	Total amount to be financed by DFC is \$8,766,432 with a 15-year term.
<b>All-Source Funding Total</b>	Sum of all funding being provided for the project/transaction is \$11,688,575.
<b>Policy Review</b>	
<b>Developmental Objectives</b>	The Project is expected to have a highly developmental impact through the provision of medical training and macroeconomic benefits during Sri Lanka’s economic crisis. The Project is anticipated to increase the availability of skills-based higher education and strengthen the local health system with more medical professionals such as nurses. Foreign exchange earnings and job creation would counter the severe liquidity crisis and economic contraction, which the IMF estimates at nearly -9% real GDP growth in 2022. Furthermore, the Project is expected to enroll additional students from low-income backgrounds.
<b>Environment and Social Assessment</b>	<p>The Project has been reviewed against DFC’s 2020 Environmental and Social Policy and Procedures (ESPP) and has been determined to be categorically eligible. This Project has been screened as a Category B project because the Project involves the establishment of a health sciences campus and the impacts are considered site-specific and readily mitigated by following international standards. The Project is subject to climate change resiliency assessment per EO 13677.</p> <p>Under DFC’s ESPP, the Borrower is required to comply with applicable local and national laws and regulations related to environmental and social performance. DFC’s environmental and social due diligence indicates that the investment will have impacts which must be managed in a manner consistent with the following International Finance Corporation’s (IFC) 2012 Performance Standards (PS):</p>

- PS 1: Assessment and Management of Environmental and Social Risks and Impacts;
- PS 2: Labor and Working Conditions;
- PS 3: Pollution Prevention and Abatement;
- PS 4: Community Health, Safety and Security; and
- PS 6: Biodiversity Conservation and Sustainable Management of Living Natural Resources.

In addition to the above, the Project will be required to comply with the applicable provisions of the IFC's Environmental, Health, and Safety (EHS) General Guidelines (2007). The Borrower represents that the project land was purchased in July 2020 through a negotiated sale. The previous use of the land was commercial tea storage and before that, was a sawmill. The area around the site is surrounded by mixed-used development with the nearest resident 150 feet away and a church 800 feet away. No impacts related to land acquisition, indigenous peoples or cultural heritage are anticipated and PS 5, 7 and 8 are not triggered for this project.

Direct greenhouse gas emissions are estimated to be less than 200 tons CO<sub>2</sub>e per year.

The Project involves refinancing of the development of a new education campus for health sciences to expand the operations of IIHS. Environmental issues associated with the Project include the need for appropriate solid waste disposal; wastewater treatment and disposal; life and fire safety measures; and ecosystem rehabilitation near the wetlands area. Social issues associated with the Project include: appropriate labor management of staff and contractors.

The Borrower has an Environmental and Social Management Plan (ESMP) that covers environmental aspects of construction and operations such as waste, wastewater, air emissions, noise and vibration, and energy and water consumption. DFC also received and reviewed a copy of the Borrower's Health and Safety Plan. The Borrower has a Health and Safety Officer and EHS Committee that oversee health and safety aspects of the campus.

Water and electricity are connected to the local water and electricity networks. Wastewater generated during the operational stage will be directed to a common wastewater treatment plant on-site. The WWTP will have a capacity of 30 m<sup>3</sup> and use activated sludge return system and treated water quality. The BOD levels of treated wastewater will be managed within 15.0 mg/l limit and will not be discharged to any waterbodies but plans are for reuse for landscaping/gardening. Wastewater monitoring will be done by the waste treatment plant

	<p>operator and daily measurements will be recorded on BOD, COD, TSS and pH values and checked to ensure they meet the water quality parameters of treated water. All wastes will be collected by authorized and licensed companies for disposal.</p> <p>The Project will receive a Certificate of Occupancy from local authorities confirming that the building meets local fire life and safety standards. DFC will commission a qualified third-party fire life and safety consultant to confirm that local fire life and safety standards meet IFC's fire life and safety requirements. In case any gaps are identified, the Borrower will be required to implement any corrective measures.</p> <p>The Project will be required to expand its existing grievance mechanisms to be available to the general public and to formalize its internal worker grievance mechanism to include an anonymous channel. The Project will also be required to provide details of the security provider engaged for the new campus.</p>
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