

Annex B – Public Information Summary

Host Country	India
Name of Borrower	Yulu Bikes Private Limited
Project Description	The proceeds of the Loan will be used to finance the purchase of no less than 20,000 DEX electric bikes to be deployed as rentals in India (the “Project”).
Proposed DFC Loan	\$9 million direct loan, 7-year term
All-Source Funding Total	\$51 million
Policy Review	
Developmental Objectives	The Project is expected to have a highly developmental impact in India through support for expansion of two-wheel electric vehicle rentals in the country, including for urban goods transport. Reports show India hosting some of the worst automobile traffic in the world, with new vehicles introduced faster yet than roadway capacity due in part to fast income gains. The Project is expected to increase the potential flow of goods in urban settings in India while mitigating congestion and associated air pollution impacts. The Project Company also effectively crowds in private capital to an alternative transport market segment in India and works directly with stakeholders, such as municipalities, to facilitate efficient rental transactions. There are also substantial job and local income impacts associated with the Project.

Environment and Social Assessment

SCREENING: The Project has been reviewed against DFC’s 2020 Environmental and Social Policy and Procedures (ESPP) and has been determined to be categorically eligible. The Project was screened as a Category B under DFC’s ESPP as projects renting low-speed electric vehicles (bikes/scooters) have low to moderate short-term environmental and social risks and impacts that can be readily mitigated. To ensure that the Borrower’s investment is consistent with the DFC’s statutory and policy requirements, the loan made to the Borrower will be subject to conditions regarding the use of proceeds and the Borrower will be required to provide a healthy and safe work environment for its employees.

The Project has also been reviewed against the findings of the 2021 U.S. Department of State Human Rights Report for India and 2019 Findings on the Worst Forms of Child Labor. Key environmental and social risks identified as relevant to the Project include generation of small quantities of wastewaters and non-hazardous wastes, occupational health and safety hazards, and sexual harassment and discrimination.

APPLICABLE STANDARDS: 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 due diligence indicates the Project will have impacts which must be managed in a manner consistent with the following International Finance Corporation’s (IFC) 2012 Performance Standards (PS):

- PS 1: Assessment and Management of Environmental and Social Risks and Impacts;
- PS 2: Labor and Working Conditions;
- PS 3: Resource Efficiency and Pollution Prevention; and
- PS 4: Community Health, Safety and Security.

A desk-review based due diligence assessment of the Project has limited impacts associated with its electric vehicle renting activities which are all undertaken in industrial and commercial urban areas. The Project does not involve any land acquisition and therefore PS5 has not been triggered. The desk-review further indicates that as the Project does not pose impacts to natural ecosystems, indigenous communities or cultural heritage sites, significant adverse impacts with respect to biodiversity, indigenous peoples and cultural heritage are not anticipated. Therefore, PS6, PS7, and PS8 are also not triggered at this time.

Under IFC's PS 3, the Project is required to comply with the applicable provisions of the IFC's 2007 General Environmental Health and Safety (EHS) Guidelines.

The Project's Greenhouse Gas (carbon dioxide equivalent) emissions are estimated to be less than 5,000 tons per year.

Climate Resiliency: According to the World Bank Country Adaptation Profile (<http://sdwebx.worldbank.org/climateportal/>) for India, wildfires, drought and increase in temperature are the primary climate change related risks for the region of the Project based on past, current, and future trends. Since there are no forests or other sources of wild fires, the Project's operations are not vulnerable to wildfires. The Project has minimal use of water and other resources and therefore, drought, or an increase in temperature are not expected to pose any significant risk.

Environmental and Social Risks and Mitigation Measures: The Borrower will develop and implement an Environmental and Social Management System (ESMS) to provide a comprehensive approach to managing its limited environmental and social risks and ensure compliance with the IFC's Performance Standards. The ESMS will include a policy statement as well as a system for identifying, managing and monitoring risks along with training for staff as necessary. It will also include a Supply Chain Policy.

Solid waste management practices will include the recycling of wastes to the extent feasible. Solid wastes that cannot be recycled will be sent to the municipal landfills. Small quantities of oily wastes (such as spent lubricants) will also be properly managed in compliance with the local regulations. Spent batteries will be disposed at permitted facilities. Adequate fire prevention and control and other safety measures will also be in place.

The Borrower will be required to update its human resources policies and practices to ensure full alignment with the Applicable Standards.

The Borrower is also expected to manage its Project activities in accordance with IFC's 2012 Performance Standards and EHS General Guidelines.