

## Annex B – Public Information Summary

<b>Host Country(ies)</b>	Bangladesh, Cambodia, India, Indonesia, Malaysia, the Philippines, Singapore, Sri Lanka, Thailand, Vietnam
<b>Name(s) of Fund</b>	Eversource Climate Investment Partners II L.P. (“Fund II”)
<b>Name of Fund Manager</b>	Everstone Capital Asia Pte. Ltd. (the “Fund Manager”).
<b>Project Description</b>	Eversource Capital Pte. Ltd., India’s largest and most experienced fund manager dedicated to investing in climate investments, is raising its second fund, Eversource Climate Investment Partners II (“Fund II”). A target \$900 million fund, Fund II will replicate the strategy of the Fund Manager’s first fund, the Green Growth Equity Fund (“Fund I”), by investing in operating companies solving critical climate change adaptation and mitigation challenges (“climate investments”), including renewable energy, energy transition (grid efficiency and storage), electric mobility, circular economy, water management, and sustainable food and agriculture. Fund II’s primary geographic remit is India, with a secondary focus on South and Southeast Asia.
<b>Proposed DFC Equity Investment</b>	up to \$50 million, ten-year commitment
<b>Target Fund Size</b>	\$900 million
<b>Policy Review</b>	
<b>Developmental Objectives</b>	Fund II seeks to have a positive development impact in India and Southeast Asia by providing capital, management, strategy, and expertise to innovative companies using new and existing capabilities to address climate change.
<b>Environment and Social Assessment</b>	<p><b>SCREENING:</b> The capitalization of this fund is screened as a Category FI-A activity for the purposes of environmental and social assessment. Based on DFC’s due diligence, some of Fund II’s downstream investments are anticipated to pose high environmental and social risks. Downstream investments made by Fund II will be screened for categorical prohibitions and will be subject to DFC’s public disclosure requirements for projects deemed by DFC to be Category A projects.</p> <p><b>APPLICABLE STANDARDS:</b> Fund II has been reviewed against DFC’s 2020 Environmental and Social Policy and Procedures (“ESPP”).</p>

and has been determined to be categorically eligible. DFC direct investments into investment funds that will subsequently support mid-to-large sized companies classified as a Financial Intermediary - A (“FI-A”) activity for the purposes of environmental and social assessment. Based on DFC’s due diligence, Fund II’s downstream investments are anticipated to pose environmental and social risks that are site specific and can be readily mitigated through the application of sound environmental and social management practices.

Under the ESPP, Fund II will be required to comply with applicable local and national laws and regulations related to environmental and social performance and applicable provisions of the 2012 International Finance Corporation’s Performance Standards (“PS”) 1 and 2. A virtual due diligence assessment indicates that because Fund II involves an investment in a financial intermediary that will focus on infrastructure sectors including logistics, transportation, and utility-scale electricity generation projects in India and Southeast Asia, significant adverse impacts with respect to community health and safety, biodiversity, land acquisition and resettlement, indigenous peoples and cultural heritage are not anticipated. Therefore, PS 3, 4, 5, 6, 7, and 8 are not triggered at this time. Because Fund II will potentially invest in Category A subprojects, DFC will require in those cases that the Fund Manager submit and Environmental and Social Impact Assessment that will be disclosed by DFC for public comment.

**Environmental and Social Risks and Mitigation:**

The key mitigation for environmental risks and impacts is anticipated to come from Fund II’s ability to identify and manage environmental and social risks and impacts in portfolio companies, and to adequately identify, require and monitor the implementation of the respective management plans. Fund II will replicate the investment strategy of Fund I and based on that experience, DFC expects that some of Fund II’s potential downstream investments may pose high environmental and social risks to be managed.

The Fund Manager has an Environmental Social and Governance Management System (“ESGMS”) for Fund I that contains an environmental and social policy, organizational structures, environmental and social monitoring system at fund and portfolio level, reporting and disclosure requirements, grievance mechanisms, a stakeholder engagement plan, gender action plan, and health and safety plans generally commensurate with its investment strategy and applicable IFC Performance Standards. It has an established procedure for risk categorization, screening, due diligence, and monitoring of environmental, social, health and safety risks for its projects. It has also

	<p>identified some of the infrastructure-specific risks and assessments for its potential investments.</p> <p>However, Fund II will be required to provide a fund-specific ESGMS modeled on the Fund I ESGMS with limited updates and revisions, including changes to the stakeholder management plan, due diligence processes and checklists, grievance mechanisms, supply chain management, and a human capital management plan to meet the requirements of the IFC Performance Standards and DFC's ESPP. To further strengthen its ESGMS, Fund II will be required to incorporate explicit consideration of gender-based violence and harassment at the portfolio company level.</p> <p>Fund II will be required to develop and provide a detailed organizational structure explaining the ESG roles and responsibilities at the Fund Manager level. The structure will include a list of all ESG-relevant documents, policies and procedures applicable to Fund II, and the level within the organizational structure at which these documents reside and are managed. The Fund Manager's human resources policy already satisfies most applicable requirements, but the Fund Manager will be required to align its internal grievance mechanism with PS 2.</p> <p>Fund II will be required to provide annual monitoring reports on the environmental and social performance of the portfolio throughout the term of the DFC investment.</p>
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