

Environmental and Social Data Sheet

Overview

Project Name: IFHA II
Project Number: 2014-0660
Country: Regional - Africa
Project Description: The proposed operation consists in a commitment in the Investment Fund for Health in Africa II (the Fund) managed by Africa Health Systems Management Company (the Manager). The Fund intends to provide growth equity funding to sub-Saharan African private companies active in various segments of the healthcare sector, including healthcare clinical services providers, health insurance companies as well as manufacturers and distributors of pharmaceutical products and medical equipment.

EIA required: No

Project included in Carbon Footprint Exercise¹: No

Summary of Environmental and Social Assessment, including key issues and overall conclusion and recommendation

The proposed operation consists in a commitment to the Investment Fund for Health in Africa II ("the Fund") that targets to provide growth capital to sub-Saharan African private companies active in various segments of the healthcare sector. Given this scope, the projects supported by the Fund are expected to have large social benefits, in line with the project being one of the first Funds targeting the health sector in Africa.

To ensure that the Fund complies fully with the Environmental and Social standards of the EIB, an Environmental, Social and Development Management System (ESDMS) has been set up to monitor the Fund's investment. For each investment, the Fund will ensure that compliance with EIB environmental and social standards and legal obligations is enforced and that monitoring is in place.

Environmental and Social Assessment

Environmental Assessment

Based on the ESDMS requirements, the Fund will ensure that all the projects are reviewed and evaluated according to the following environmental, social and development requirements:

- A predefined and agreed Exclusion List for all activities of the Fund and portfolio companies;
- The applicable national laws on environment, health, safety and social issues as per EIB's Environmental and Social standards for all portfolio companies;

¹ Only projects that meet the scope of the Pilot Exercise, as defined in the EIB draft Carbon Footprint Methodologies, are included, provided estimated emissions exceed the methodology thresholds: above 100,000 tons CO₂e/year absolute (gross) or 20,000 tons CO₂e/year relative (net) – both increases and savings.

- Identified risks, impacts and opportunities of the portfolio company: they will be classified as high, medium or low risk.

An initial screening of all prospective investees will allow the Fund ESD Manager to identify portfolio companies where an Environmental, Social and Development Due Diligence Assessment (ESDDDA) carried out by a consultant will be necessary (in principle for all portfolio companies in high risk categories and for hospitals).

An internal due diligence of the Environmental, Social and Development risks, opportunities and impact will be made by the ESD Manager for medium and low risks portfolio companies within six months from the date of the proposed investment, including possible material non-compliances and highlighting the proposed investment's conformity with the Fund's Exclusion List.

Social Assessment, where applicable

See above, Environmental Assessment details.

Any Social Assessment will be carried out as part of all formal Social Impact Assessment studies to be performed, for all high risk projects or as required by individual Environmental, Social and Development Action Plans (ESDAP) developed by the Fund ESD Manager.

Public Consultation and Stakeholder Engagement, where required

They will be carried out as part of all formal EIAs to be performed or as required by individual Environmental, Social and Development Action Plans (ESDAP) developed by the Fund ESD Manager.

Other Environmental and Social Aspects

The ESD Manager of the Fund will prepare an Annual Environmental Performance Report, on the basis of the annual reports submitted by the portfolio companies.