



### Project Summary Information

Date of Document Preparation: July 12, 2019

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| <b>Project Name</b>                         | Asia Investment Fund                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                     |
| <b>Document Code</b>                        | PD000218-PSI-HKG                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                         |
| <b>Country</b>                              | Hong Kong, China                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                         |
| <b>Sector/Subsector</b>                     | Multi-Sector                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                             |
| <b>Status of Financing</b>                  | Financing approved in July 2019                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                          |
| <b>Project Description</b>                  | <p>The Asia Investment Fund (“AIF”, “the Fund”) is a private equity fund established to provide institutional investors with the opportunity to invest in companies in infrastructure and other productive sectors. The target fund size is USD3 billion. The current industry focus of the Fund includes telecommunication, transportation and energy. The Fund will invest primarily in mature companies in Asia with proven track records. In certain situations, the Fund may invest in portfolio companies domiciled outside Asia in AIIB members but with significant operations within Asia.</p>                                                                                                                                                                                                                                                                                                                                                                                  |
| <b>Objective</b>                            | <p>The objective is to mobilize private capital for infrastructure and other productive sectors by investing in non-controlling equity stakes in companies in AIIB members via a fund.</p>                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                               |
| <b>Expected Results</b>                     | <p>Project indicators include capital mobilized, tax paid by portfolio companies and direct employment of portfolio companies.</p>                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                       |
| <b>Environmental and Social Category</b>    | FI                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                       |
| <b>Environmental and Social Information</b> | <p>AIIB's Environmental and Social Policy (“ESP”) is applicable to the Project, which has been placed in Category FI because it involves the provision of funds to AIF. After conducting prior review of the initial investments, the Bank will delegate the decision-making on the use of Bank funds to AIF, including the selection, appraisal, approval and monitoring of investments in portfolio companies. The Bank will retain the right to review the selection of further investments by AIF.</p> <p>As a newly established fund, AIF has recently established an Environmental, Social and Governance (“ESG”) policy and appointed a senior manager to oversee its implementation. AIF has requested support and guidance from the Bank to further develop investment guidelines that refer to the requirements of AIIB's Environmental and Social Framework (“ESF”). Additionally, the investment guidelines will include provisions to address AIIB’s sector strategies.</p> |

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|                                             | <p>Furthermore, AIF is in the process of developing its Environmental and Social Management System (“ESMS”), including an ESG toolkit of the necessary checklists, worksheets and templates to assist in the implementation of the ESMS in accordance with AIIB's ESF. The Project Team is assisting AIF in developing this toolkit, which will include guidance for each phase of the investment process: screening (e.g. categorization guidance, sector profiles, E&amp;S checklists), due diligence (e.g. sector-specific E&amp;S questionnaires, site visit checklist, consultant terms of reference), investment decision (e.g. template for incorporating E&amp;S assessment into Investment Committee papers), and monitoring and reporting (e.g. forms for portfolio company reporting, templates for AIF reporting to AIIB).</p> <p>Stakeholders will have access to AIIB’s independent accountability mechanism. The Project-affected People’s Mechanism (PPM) has been established by the AIIB to provide an opportunity for an independent and impartial review of submissions from Project-affected people who believe they have been or are likely to be adversely affected by AIIB’s failure to implement its Environmental and Social Policy in situations when their concerns cannot be addressed satisfactorily through Project-level Grievance Redress Mechanisms or AIIB Management’s processes.</p> <p>For information on how to make submissions to the PPM, please visit <a href="https://www.aiib.org/en/policies-strategies/operational-policies/policy-on-the-project-affected-mechanism.html">https://www.aiib.org/en/policies-strategies/operational-policies/policy-on-the-project-affected-mechanism.html</a></p> |                                                |
| <b>AIIB Commitment</b>                      | USD75 million                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                    |                                                |
| <b>Fund Manager</b>                         | Asia Investment Fund Management Limited                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                          |                                                |
| <b>Estimated date of first disbursement</b> | Q4 2019                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                          |                                                |
| <b>Contact Points:</b>                      | <b>AIIB</b>                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                      | <b>Asia Investment Fund Management Limited</b> |
| <b>Name</b>                                 | Thomas Walenta                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                   | William Zhu                                    |
| <b>Title</b>                                | Senior Investment Officer                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                        | Legal Director                                 |
| <b>Email Address</b>                        | thomas.walenta@aiib.org                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                          | william.zhu@aic-fund.com                       |
| <b>Date of Concept Decision</b>             | Jan 2019                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                         |                                                |
| <b>Date of Appraisal Decision</b>           | Mar 2019                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                         |                                                |

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| <b>Date of Financing Approval</b> | July 2019 |
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