

FINDEV CANADA TRANSACTION SUMMARY

L Catterton Latin America IV, L.P. ("LCLA IV")

This document provides an overview of the FinDev Canada transaction, including a summary of the anticipated development impacts and of the environmental and social (E&S) risk assessment performed, potential risks identified, and related mitigation measures to be implemented.



Transaction Description

The proposed transaction consists of an up to \$35M commitment to L Catterton Latin American IV, L.P., a 10-year Fund seeking capital commitments of \$700M to pursue investments in well-positioned Latin American consumer-focused companies. The Fund will support the continued growth of mid-to-large-sized companies in Brazil, Mexico, the Andean region, and the Southern Cone.

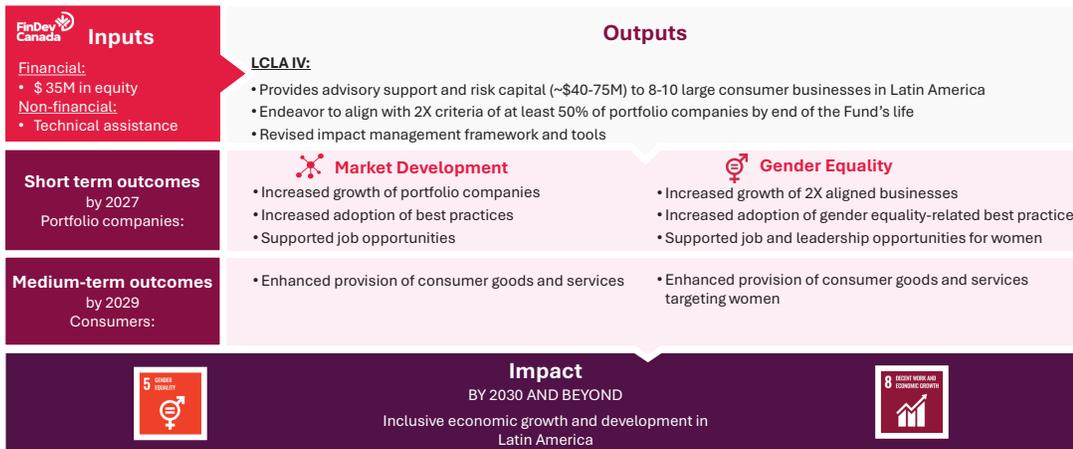
Transaction Details

COUNTERPARTY	L Catterton Latin America IV, L.P. – Fund Catterton Latin America Management, L.L.C – Fund Manager LCLA Managing Partner IV, L.P. – General Partner L Catterton Management Limited – Sponsor
DOMICILE	Ontario, Canada
COUNTRY(IES) OF OPERATION	Latin America
TERM OF FINANCING	USD 35M to L Catterton Latin America IV to pursue control-oriented investments in growing Latin American consumer businesses
SECTOR	Financial Intermediary
E&S CATEGORY	FI-2
FINANCING PRODUCT	Indirect Equity (Funds)
2X CANADA TRANSACTION AMOUNT	N/A
FINDEV CANADA TRANSACTION AMOUNT	USD 35M
DATE OF TRANSACTION DISCLOSURE	10/10/2025
DATE OF TRANSACTION SIGNING	23/1/2026
DATE OF TRANSACTION SUMMARY PUBLICATION	17/3/2026
2X ALIGNMENT	Yes, based on the Employment and Portfolio criteria.

Summary of Anticipated Development Impacts

The development impact value proposition of this investment in LCLA IV is to contribute to inclusive growth and development in Latin America by facilitating access to risk capital and value-added advisory services for consumer businesses, including 2X aligned companies. This is expected to support jobs and enhance the provision of goods and services in the region, such as those targeting women consumers.

The impact theory of change below summarizes how LCLA IV will contribute to FinDev Canada's long-term development impact goals and the Sustainable Development Goals (SDGs).



MARKET DEVELOPMENT

- **Expand access to growth risk capital for consumer businesses:** With businesses in Latin America constrained in their access to adequate capital, LCLA IV is expected to facilitate access to growth capital for consumer-facing businesses across Latin America, supporting business expansion and job creation. Portfolio companies are expected to expand distribution networks and customer reach across several sectors that represent major drivers of GDP and domestic demand in the region, including food and beverage, health and wellness, financial services, consumer brands and retail.



GENDER EQUALITY

- **Support women's business ownership, leadership, and decent employment:** The Fund Manager has a proven track record in gender-lens investing with 50% of its portfolio companies' women-owned or led and women representing over 48% of employees across the portfolio, outperforming regional norms in Latin America where women remain underrepresented in the workforce relative to men and in senior and middle management roles. The Fund Manager provides training, mentorship and leadership support to female executives and works with portfolio companies to obtain B Corp certification and implement ESG Action Plans covering diversity and inclusion.
- **Improve equal access to consumer goods and services for women:** Demonstrating a gender responsive product and service focus, the Fund Manager's strategy includes investments that primarily serve women consumers, who are responsible for the majority of household purchasing decisions. The Fund Manager has a track record in investing in companies that offer access to affordable health and financial services mainly for women, such as Femme and Crediclub.
- **2X-Qualification:** Building on the legacy of its predecessor fund, LCLA III — a 2X Flagship fund — this transaction continues LCLA's commitment to gender equality and is 2X qualified under both the Employment criterion (44% women in the Fund Manager's staff) and the Portfolio criterion (50% of portfolio companies committed to 2X alignment by the end of the Fund's life).

Summary of Environmental and Social Assessment and Related Risk Mitigation Measures

This review was conducted in accordance with FinDev Canada's Environmental and Social (E&S) Risk Policy. The transaction is classified as **Category FI-2**, given the nature and size of the investment portfolio and pipeline. The client's proposed pipeline is comprised of predominantly medium and low risk sectors, which are expected to have exposure to adverse E&S risks that are few in number, typically site-specific, generally reversible, and readily addressed through mitigation measures.

This is FinDev Canada's first investment with the L Catterton Group. This Fund Manager has worked with multilateral development Banks (MDB) and development finance institutions (DFIs) in other funds.

FinDev Canada's E&S risk due diligence was undertaken between April 29 and May 30, 2025, through track record searches, a review of E&S documentation, direct engagement with the client's representatives and E&S personnel.

The risks associated with the Fund's portfolio companies will be company and sector specific. These include risks generally associated with specialty retail, services, food & beverage, healthcare, and education across Latin America. These risks typically include labour rights and working conditions, occupational health and safety, consumer and client protection, data privacy and gender-based violence and harassment (GBVH).

These risks are mitigated by the Fund Manager's ESG policy, which integrates ESG risks and opportunities throughout the investment process, aligns with local ESG regulatory requirements, adheres to the IFC Performance Standards (PS), and is supported by the Fund Manager's commitment as a signatory to the United Nations Principles for Responsible Investment (UNPRI). The FinDev Canada E&S Risk Management Team concludes that adverse environmental and social risks associated with the Fund's investment portfolio will be mitigated in a manner that aligns with the FinDev Canada E&S Risk Policy, IFC PS, and relevant international standards. Gaps have been captured in FinDev Canada's Environmental and Social Action Plan (ESAP).

FinDev Canada's assessment applied the following IFC PS, in addition to host country requirements and the IFC Interpretation Note on Financial Intermediaries:

- IFC PS 1: Assessment and Management of Environmental and Social Risks and Impacts; and
- IFC PS 2: Labor and Working Conditions.

For further information on the Fund Manager's' impact commitments and E&S Policies and reports, visit [Impact | L Catterton](#)