

CAF Investor November 2023 Presentation

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CAF Overview



The Development Bank of Latin America and the Caribbean



CAF is a Latin American and Caribbean **Supranational institution**



53 years financing **sustainable** development and regional integration



Benefits from **Preferred Creditor Treatment** in its shareholder countries



Rated by:
S&P: **AA**/Stable
Moody's: **Aa3**/Stable
Fitch: **AA-**/Stable
JCR: **AA+**/Stable



CAF's strategy is focused on **Green Development and Economic Recovery**



Continuous **Support from Shareholders** and strong capital base



Leading in financing **infrastructure and energy** projects

Broad Shareholder Base: A success of integration in Latin America and the Caribbean

From **5** shareholder countries at inception to its current **21**

Full Member Countries

(Subscribed Capital)

Peru	17.3%
Colombia	17.3%
Argentina	11.9%
Brazil	8.1%
Chile	6.8%
Ecuador	5.3%
Bolivia	5.3%
Venezuela	5.2%
Panama	3.8%
Uruguay	2.6%
Paraguay	2.5%
Trinidad & Tobago	2.3%
El Salvador	2.1%
Dominican Republic	2.0%
Honduras	2.0%



CAF continues working on expanding its shareholder base

■ New Full Member Countries

Other Shareholders

(Subscribed Capital)

Spain	3.3%
Mexico	1.0%
Costa Rica	0.7%
Barbados	0.2%
Portugal	0.1%
Commercial Banks	0.03%
Jamaica	0.01%

■ In process of becoming Full Member Countries

Benefits from Preferred Creditor Treatment in its shareholder countries

The Constitutive Agreement is an International Treaty **that grants several privileges and immunities**

Art. 47:

"...assets of the Corporation, wherever they may be, shall enjoy **immunity from expropriations**, ... or executive measures carried out by any of the Contracting States"

Art. 48:

"The assets of any kind owned by the Corporation may be **freely transferred and converted**"

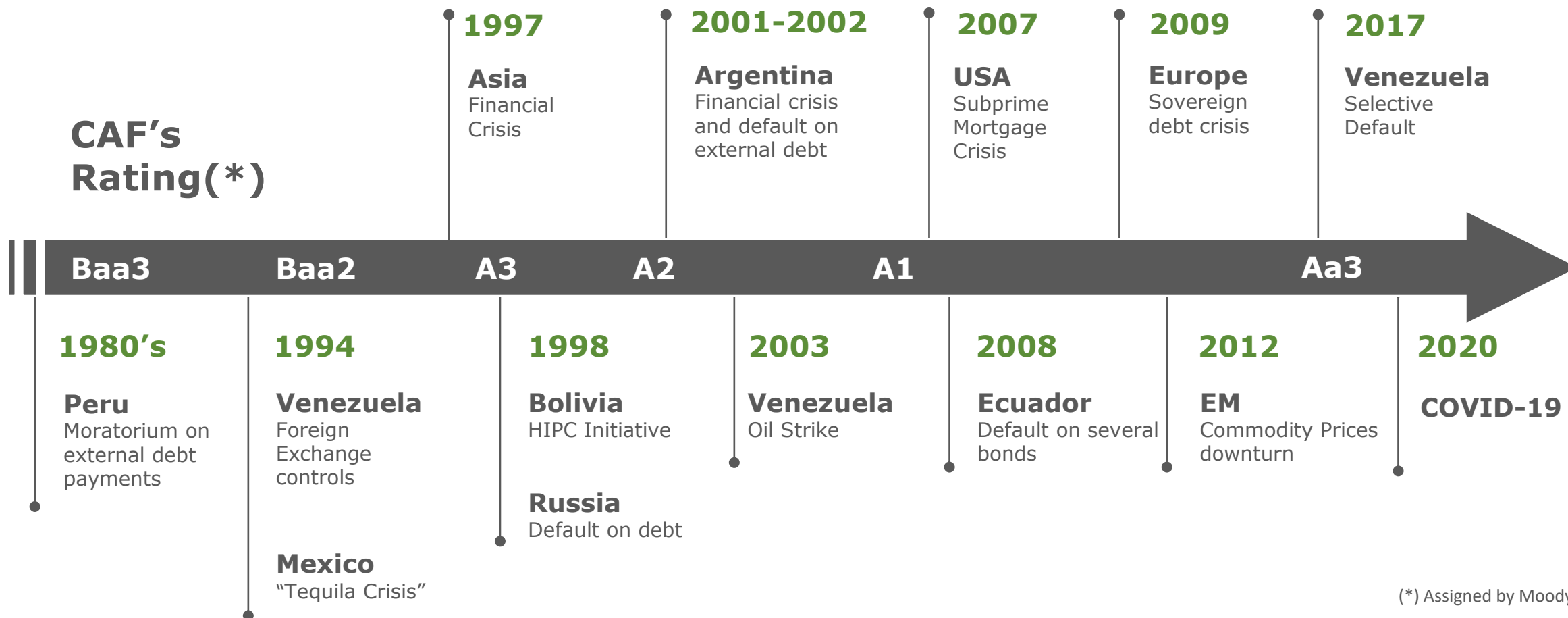
Art. 50:

"...assets of the Institution are **exempt from all kinds of restrictions, regulations and control and moratorium measures**"

Art.52:

"The Corporation is **exempt from all kinds of tax encumbrances...**"

Proven Preferred Creditor Treatment



(*) Assigned by Moody's

New capital increase approval reflects the solid shareholder support



- **Largest** capital increase approved, March 2022

- Reflects the **solid shareholder support**

- Fully allocated in **paid-in capital**

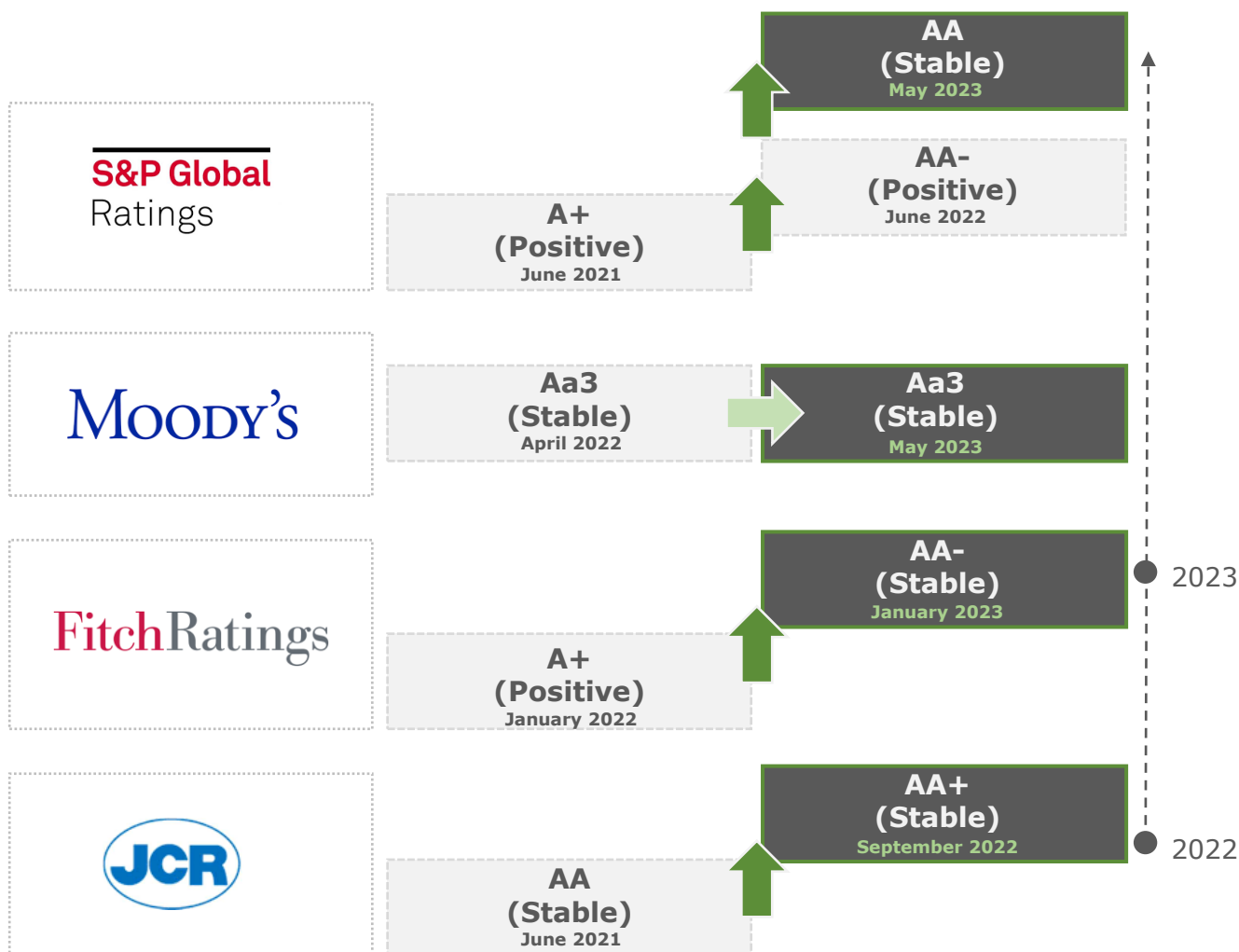
- Enables CAF to further **expand its operations and maintain its robust credit metrics**

Recent capital increases (USD Billion)

2022	+7.0
2015	+4.5
2011	+2.0
2009	+2.5
2007	+1.5
2002	+0.2
1999	+0.6

Highest ratings in CAF's history

Credit Ratings reflect CAF's robust financial position and management expertise



Rating agencies highlights

- ✓ CAF's largest capital increase of US\$7 billion
- ✓ Recent incorporation of Chile as a full member country
- ✓ Shareholder expansion and outstanding role in the region
- ✓ Strong capital buffers
- ✓ Excellent liquidity and strong access to capital markets



Financial Highlights



Financial highlights



Robust and
Liquid
Balance Sheet



Diversified and
high-rated
**Liquidity
Portfolio**



Consistent
Growth and
**High Quality of
the Loan
Portfolio**



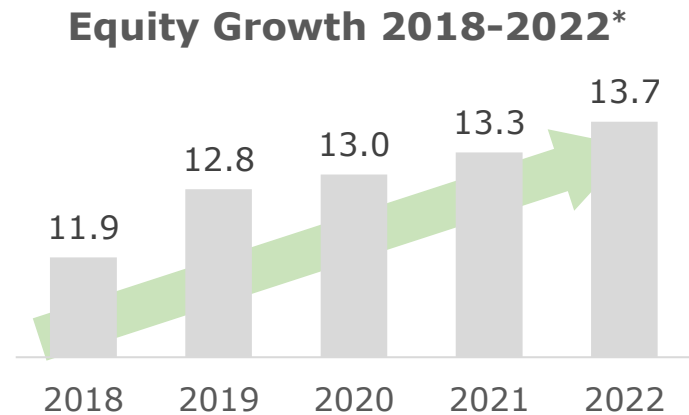
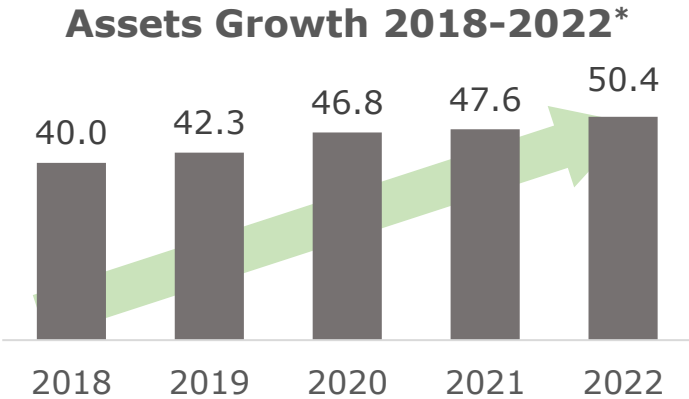
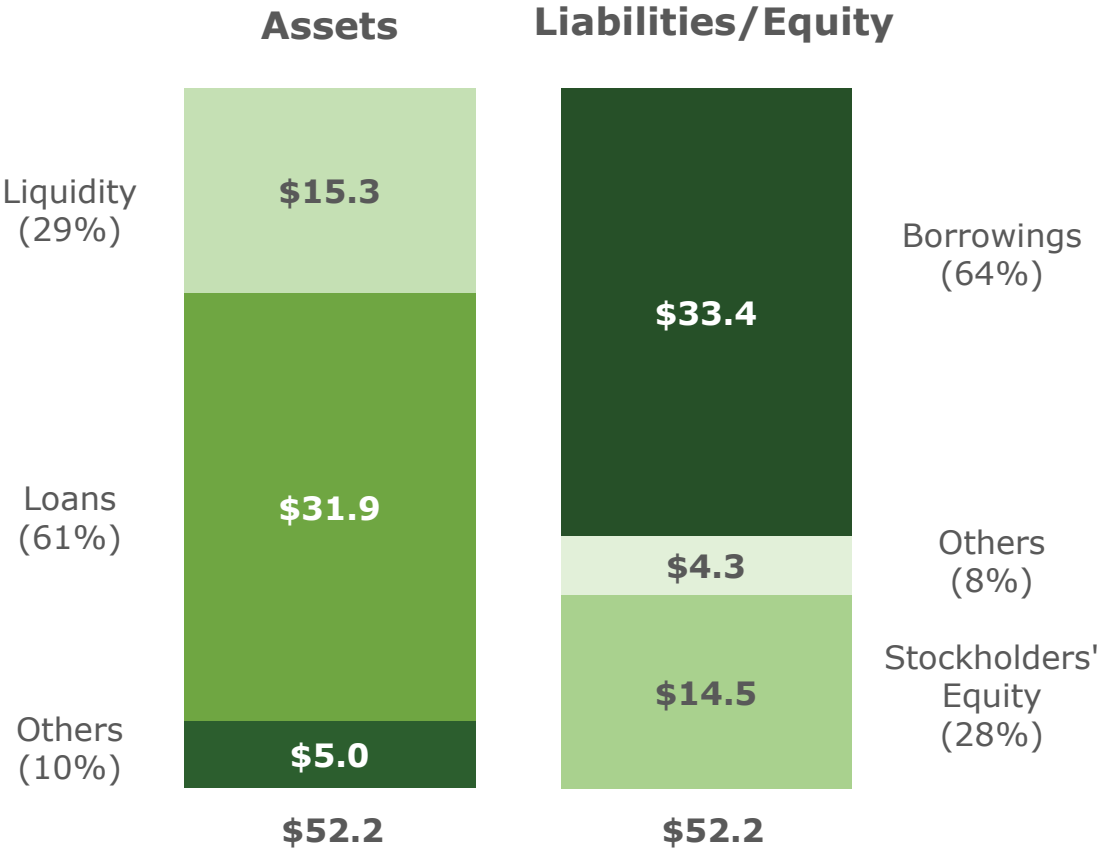
**Diversified
Loan Portfolio**



**Strong financial
ratios** compared
to its peers

Robust & Liquid Balance Sheet

(USD billion)

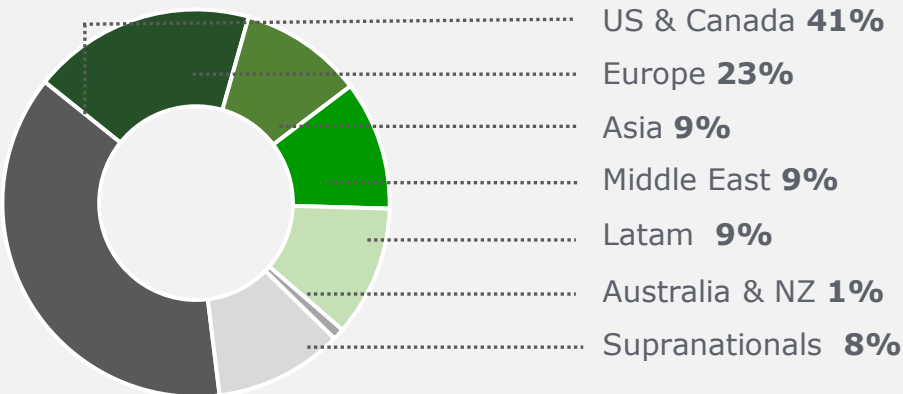


Figures as of September 30, 2023

*Figures as of end of each year

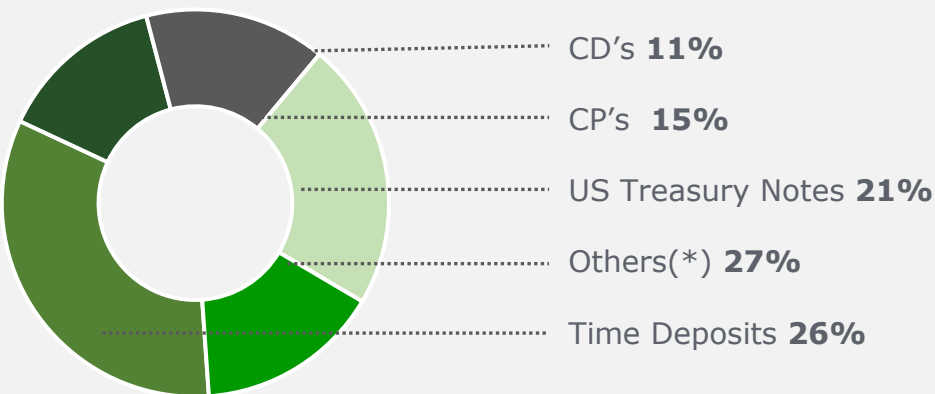
Diversified and high-rated Liquidity Portfolio

Breakdown by Geography



> **92.1%**
of liquid assets
are rated A- or
above

Breakdown by Product



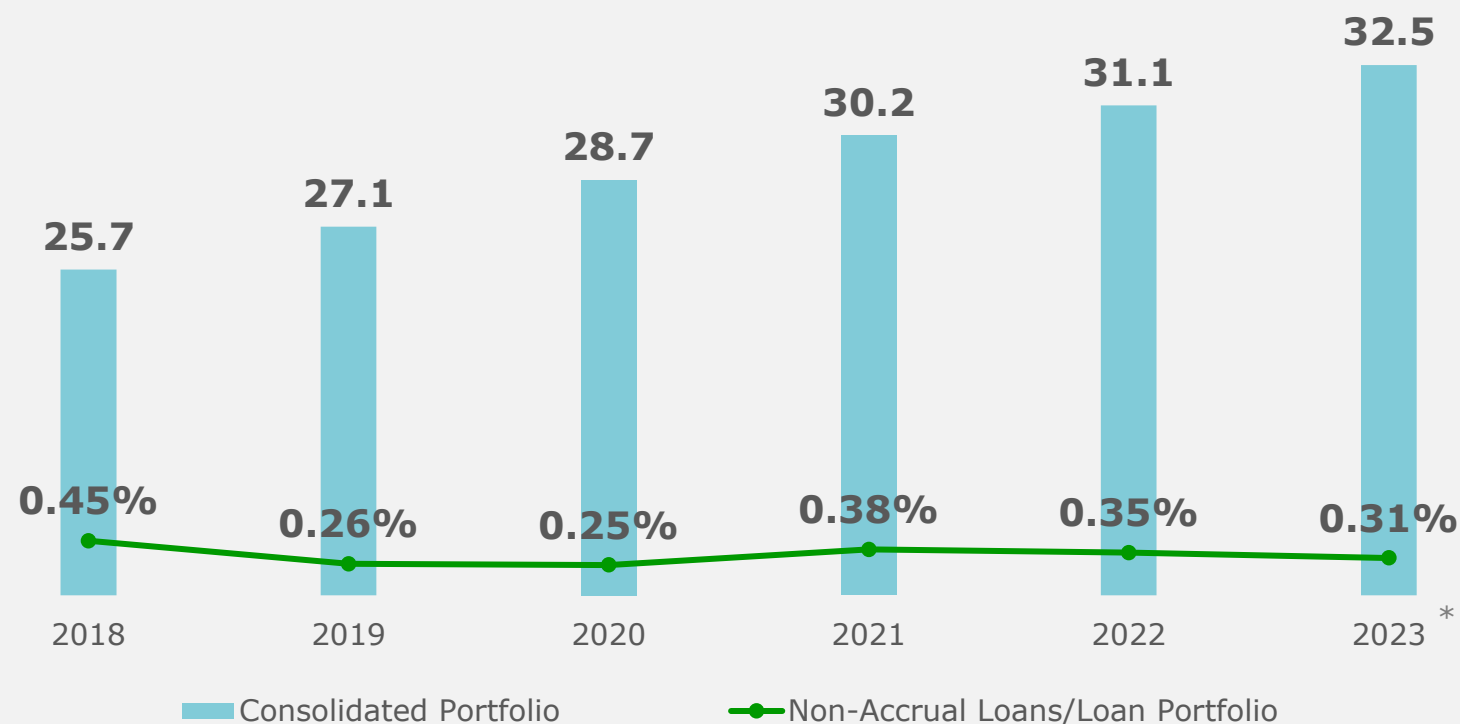
> **1.4 years**
Maximum
duration
allowed

> **0.7 years**
Current
duration

Figures as of September 30, 2023

*Others include corporates, cash and due from banks, liquidity funds and bonds of non-U.S. governments and other government entities

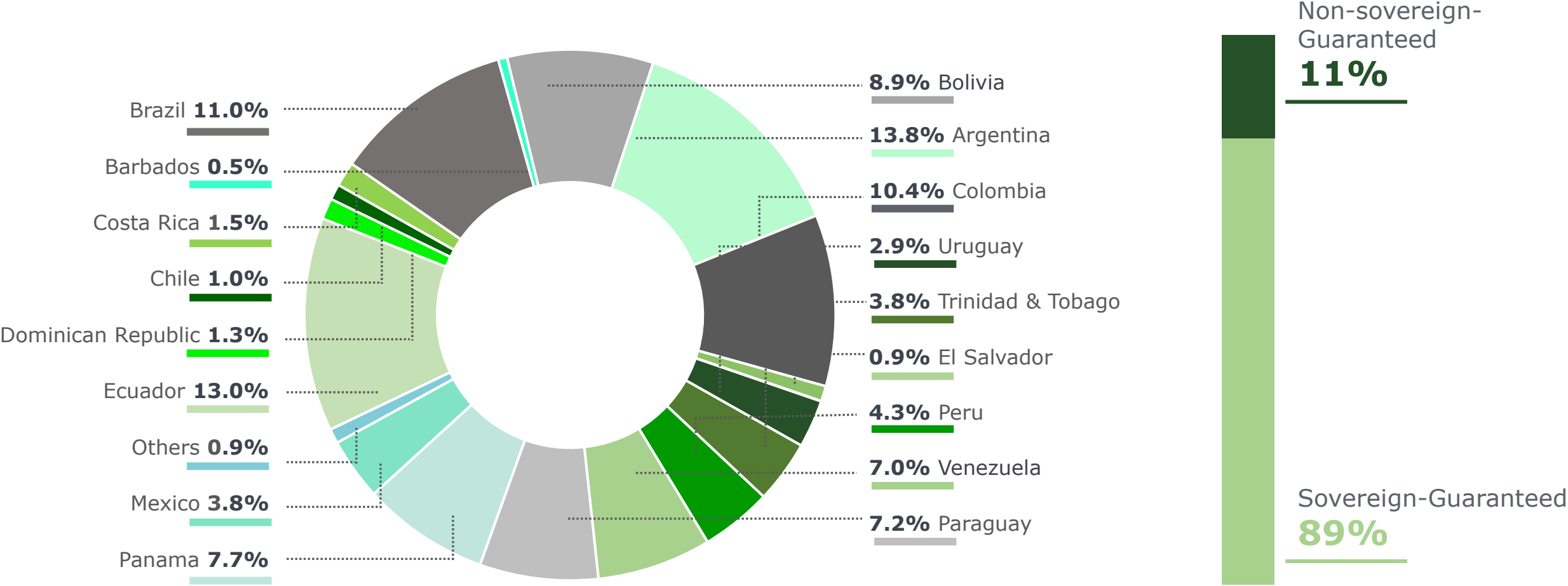
Loan Portfolio: Consistent Growth and High Quality (USD billion)



Compound
annual growth rate
Last five years
5.1%

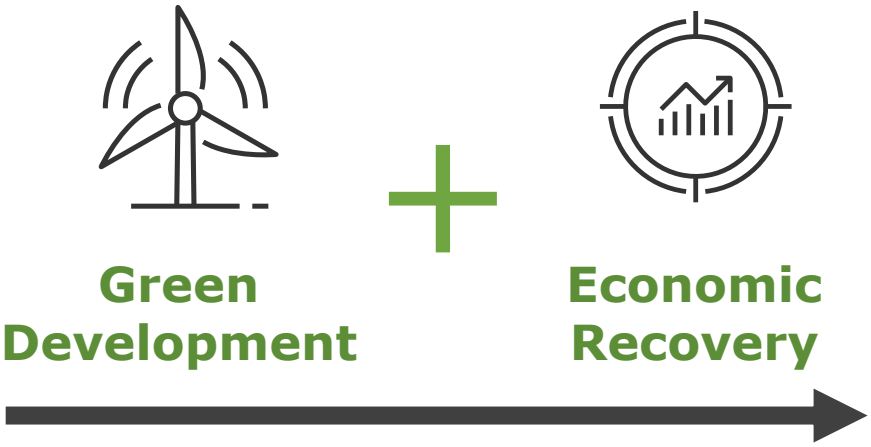
Diversified Loan Portfolio

By Country & Sector



Consolidated Portfolio = Loan Portfolio + Equity Investments + Guarantees
 *Others include Portugal, Spain, and Multinational operations
 Figures as of September 30, 2023

CAF's strategy is focused on Green Development and Economic Recovery



872,640

women benefited by CAF interventions



2.2 million

of people benefited by a new or improved water connection and/or sewage system



170,000

of people benefited by new energy infrastructure



22,535

students benefited by education projects



2.4 million

of families benefiting from programs against vulnerability and food insecurity programs











30%

of CAF's total approvals correspond to green financing



Strong financial ratios compared to its peers

Multilateral Financial Institution	CAF's Ranking	 DEVELOPMENT BANK OF LATIN AMERICA AND THE CARIBBEAN	 IDB Inter-American Development Bank	  	 ADB ASIAN DEVELOPMENT BANK	 European Bank for Reconstruction and Development	 ¹ THE WORLD BANK
Ratings (S&P/Moody's/Fitch)		AA/Aa3/AA-	AAA/Aaa/AAA	AAA/Aaa/AAA	AAA/Aaa/AAA	AAA/Aaa/AAA	AAA/Aaa/AAA
Equity / Assets (%)	1st	27	26	26	19	27	17
Liquidity / Adjusted Total Assets (%)	2nd	31	23	38	17	NA ²	26
Net interest income/Average net loans (%)	2nd	1.5	1.7	1.4	1.3	NA	1.1
Impaired loans and advances/ Total loans (%)	3rd	0.4	2.2	3.2	0.1	4.8	0.2

Source: Standard & Poor's "Supranational Special Edition 2023". Figures as of end of year 2022

¹International Bank for Reconstruction and Development (IBRD)

² NA: Not Available

Funding Strategy

Funding Strategy highlights



Well established
and **expanding**
investor base

Broad
access to
international
capital
markets

Frequent
issuer in
the SSA
space

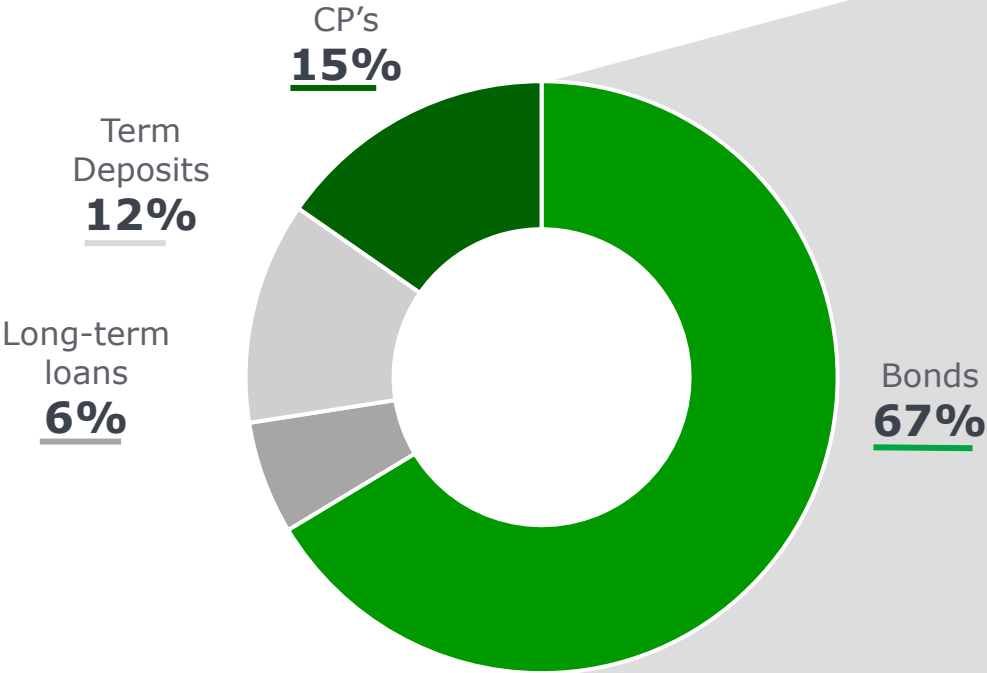
Financing
environmental
and socially
responsible
initiatives

Daily active
trading in
short-term
funding

Over 90
International
funding
partners

Funding Strategy

Composition of Financial Liabilities



Cost Optimization

Generate various reference points



Investor Diversification

Capital market programs in place in strategic markets issuance of thematic bonds



Asset / Liability Duration Match

Use of private placements to modify the average duration of liabilities



Liquidity in Secondary Markets

Benchmark size issues

Broad access to international capital markets

US Shelf

- Schedule B Issuer
- US Dollar Benchmark deals
- Listed in LSE

Japan Shelf

- Samurai and Uridashi

Domestic Programs

- Colombia, Costa Rica
Mexico, Panama,
Paraguay, Peru
Uruguay

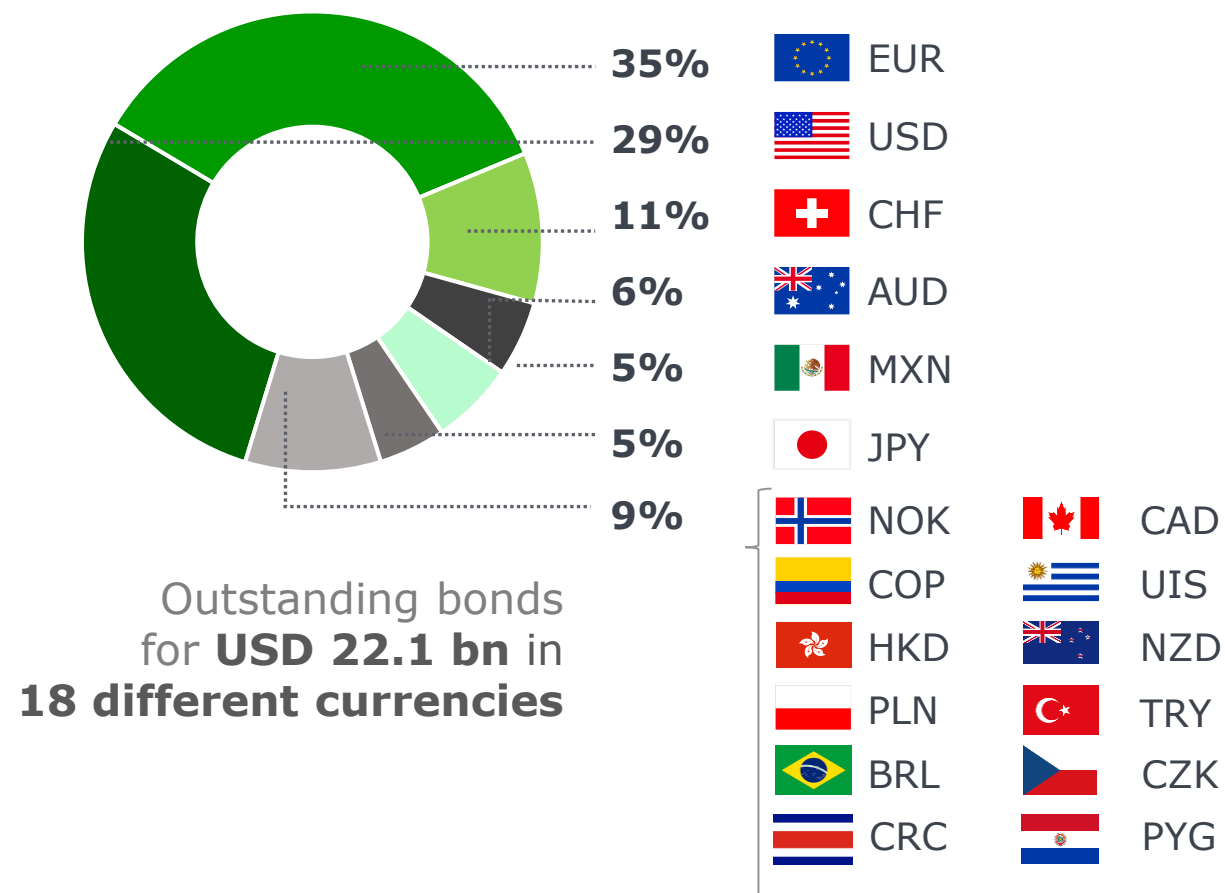
EMTN

- Benchmark deals in different currencies

AMTN

- Australian Dollar

Bonds by Currency



Recent Benchmark Issues



USD 1,750 MM

4 yr

6.00%

Maturity: 2027

Issued Oct, 2023

ISIN US219868CH71



USD 1,500 MM

3 yr

4.75%

Maturity: 2026

Issued Jan, 2023

ISIN US219868CG98



EUR 1,000 MM

5 yr

4.50%

Maturity: 2028

Issued Mar, 2023

ISIN XS2594907664

High-quality order-books

- ✓ Largest issuance in CAF's history with an order book of USD 3.4 billion
- ✓ Strong sponsorship from Central Banks and Official institutions accounting for more than 40% of the allocations.
- ✓ High quality orderbook with 142 investors

CAF's continuous benchmark-size issuances **are a testament to its strengthening credit history**

Recent Private Transactions



AUD 145MM
July 26, 2023
5.79% 2038



CRC 28,000MM
July 20, 2023
7.08% 2028



USD 100MM
July 13, 2023
SOFR+0.95% 2026



AUD 260MM
June 22, 2023
5.79% 2038



PLN 270MM
March 22, 2023
8.55% 2025



MXN 2,000MM
March 15, 2023
10.35% 2033



COP 200,000MM
March 06, 2023
6.77% 2028



JPY 10,000MM
March 02, 2023
0.84% 2028

CAF's Green Bond Program

- ✓ In 2018, CAF created its Green Bond Program. Since then, it has issued more than USD 1,800 million in green bonds
- ✓ The framework follows the Green Bond Principles (GBP) and has a Second-Party opinion from **Sustainalytics** (May 2019)



- ✓ For more information please visit:

[CAF's Green Bond Framework](#)
[CAF Green Bond Annual Report 2021](#)

Green Bond issuances:



USD 36MM

June 20, 2023

SOFR+1.12% 2028

Private Placement



USD 59MM

March 31, 2023

SOFR+1.15% 2028

Private Placement



CHF 350MM

February 24, 2022

CAF 0.46% 2027

Public Transaction



CHF 350MM

September 4, 2020

CAF 0.71% 2025

Public Transaction



EUR 750MM

November 13, 2019

CAF 0.625% 2026

Public Transaction



CAF's Social Bond Program

- ✓ In 2020, CAF created its Social Bond Program with a Use of Proceeds focused on the response to the COVID-19 outbreak
- ✓ The framework follows the Social Bond Principles (SBP) and has a Second-Party opinion from **Sustainalytics** (October 2020)



- ✓ For more information, please visit:

[CAF's Social Bond Framework](#)
[CAF Social Bond Annual Report 2021](#)

Social Bond issuances:



EUR 700MM

June 03, 2020

CAF 1.63% 2025

Public Transaction



JPY 3,800MM

June 22, 2020

CAF 0.70% 2023



JPY 3,500MM

June 19, 2020

CAF 0.65% 2025



Daily active trading in short-term funding



Bloomberg CAF<GO>



USCP and ECP programs

- ✓ Ratings A1+ / P-1 / F1+
- ✓ Size: USCP USD 3.0 bn
ECP USD 3.0 bn
- ✓ Tenors up to 397 days



Dealers: USCP

- ✓ Bank of America
- ✓ Barclays
- ✓ Citibank
- ✓ Goldman Sachs
- ✓ JP Morgan

ECP

- ✓ Barclays
- ✓ Bred Banque Populaire
- ✓ Citibank
- ✓ ING Bank NV
- ✓ CAF



Term Deposits

- ✓ Clients: Corporate, Financial and Official Institutions
- ✓ Amounts vary between USD1 – 500 million
- ✓ Tenors up to one year

Over 90 International Funding Partners

Europe 35



North America 15




Africa 1




South America 20




CAF is accredited from the following funds:



GREEN CLIMATE FUND
(accredited since July 2015)



ADAPTATION FUND
(accredited since March 2014)



gef
(accredited since April 2015)

Asia 32





Key Investment Factors

Key Investment Factors



**Solid
Financial
Profile**



**53 years of
proven preferred
creditor status**



**Currently
rated
AA/Aa3/AA-**



**Outstanding
"Green and
Social"
credentials**




**Investment
in Latin
America with
limited risks**



**Offers
value
compared to
its peers**





Project Snapshots

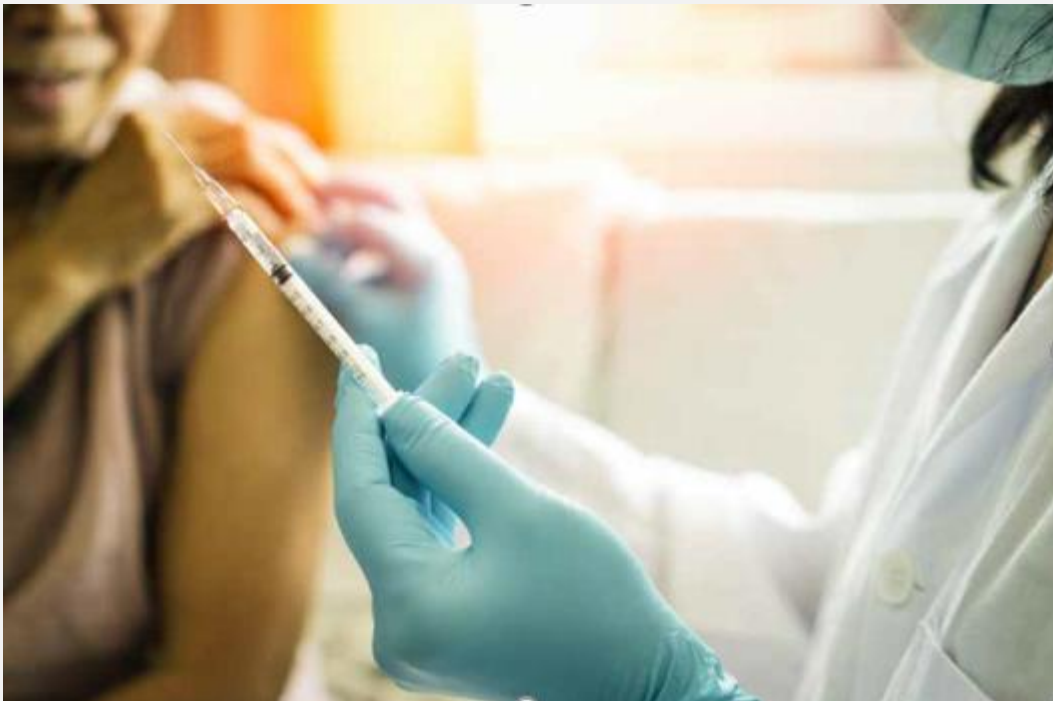
Highlighted Projects

Country:

Bolivia

Amount approved:

USD 130 million



Program to support the Vaccination Plan against COVID-19 and strengthening of the health system of the Plurinational State of Bolivia

- ✓ More than 3 million people in Bolivia will benefit from the support for the vaccination plan to tackle COVID-19, as well as the strengthening of the health system for emergency actions

Highlighted Projects

Country:

Brazil

Amount approved:

USD 340 million



Sao Paulo State Project - Expansion of Green Line 2

- ✓ The expansion of Line Green 2 of the **São Paulo Metro** will connect users of the system with the Congonhas airport, this being CAF's largest loan operation in Brazil.

Highlighted Projects

Country:

Colombia

Amount approved:

USD 600 million



Programs: Sectoral support for biodiversity and climate change and Sectoral support for the orange economy.

- ✓ The Prosperidad Colombia Program seeks to strengthen territorial development, supporting the strategy to meet the Sustainable Development Goals (SDGs).

Highlighted Projects

Country:

Paraguay

Amount approved:

USD 160 million



Feasibility studies and an advanced basic design for sewer systems for five cities of Paraguay

- ✓ Project for the construction of the sanitary sewer system, wastewater treatment plant and improvement of the water system in the Mariano Roque Alonso basin.

Highlighted Projects

Country:

Peru

Amount approved:

USD 500 million



Contingent loan in the framework of the post-Covid 19 sustainable reactivation of Peru

- ✓ Will help promote the availability and timely execution of public resources to address the economic and social impacts caused by the pandemic.

Contact us

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Bloomberg: CAF<GO>

Website and Financial Statements : www.caf.com/en/investors/

Access to Reports:

[Green and Social Bond Program
Sustainability Report](#)



CAF DEVELOPMENT BANK
OF LATIN AMERICA
AND THE CARIBBEAN

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