



CAF Investor Presentation

November
2024

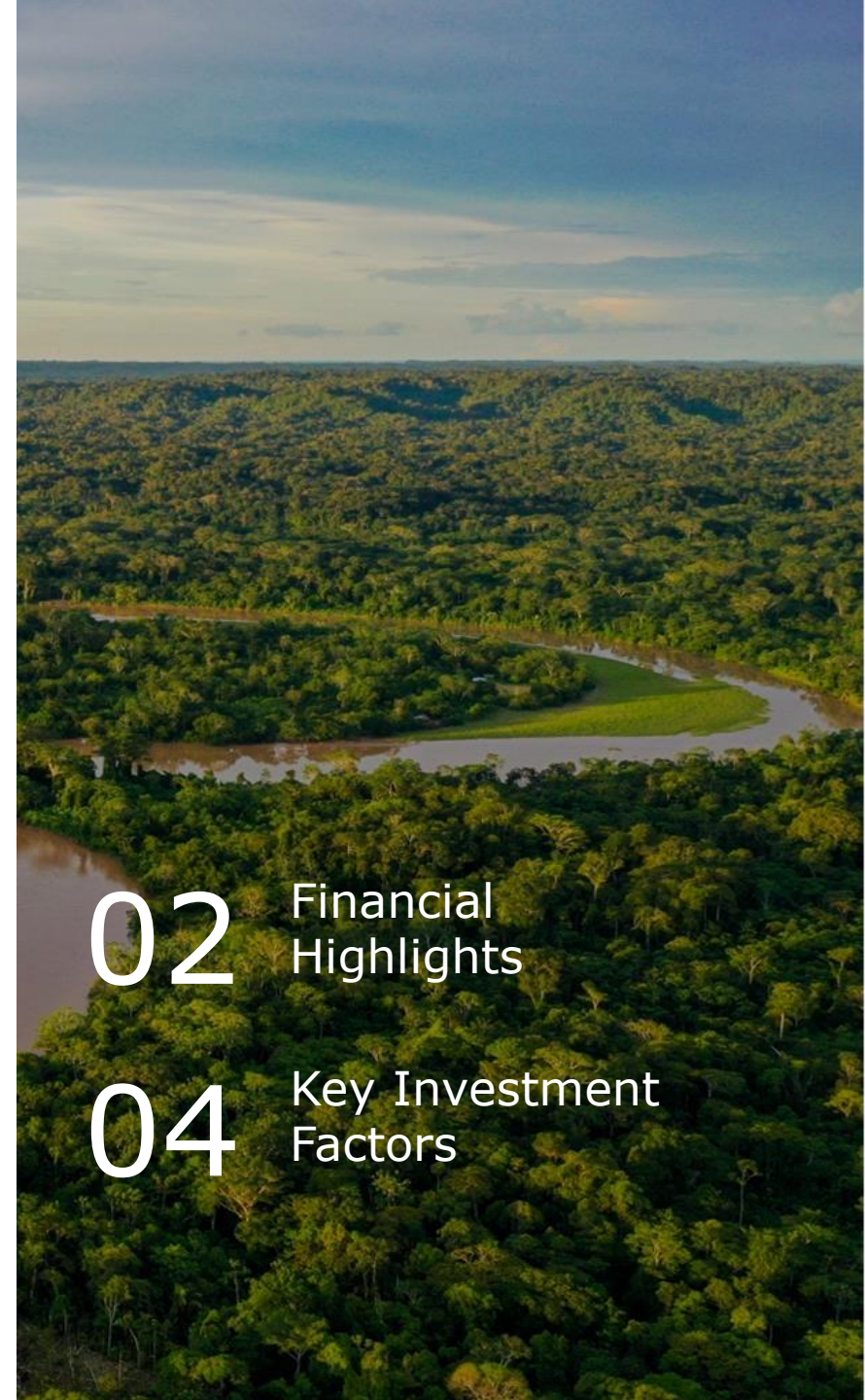
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CAF CAF Overview

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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 Sustainable & Inclusive Growth** in Latin América and The Caribbean



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	16.7%
Colombia	16.7%
Argentina	11.5%
Brazil	7.8%
Chile	6.6%
Ecuador	5.1%
Bolivia	5.1%
Panama	3.0%
Paraguay	3.6%
Trinidad & Tobago	3.6%
Venezuela	3.4%
Uruguay	2.5%
Dominican Republic	2.0%
El Salvador	2.0%
Honduras	2.0%



CAF continues working on expanding its shareholder base

Other Shareholders

(Subscribed Capital)

Spain	4.5%
Costa Rica	2.0%
Mexico	0.9%
Barbados	0.4%
Portugal	0.2%
Jamaica	0.1%
Commercial Banks	0.04%

- **Costa Rica** is in the final phase to become CAF's Full-member country
- **Antigua & Barbuda and Dominica** were approved by the Board of Directors to proceed with their incorporation as new CAF shareholders
- **Bahamas and Grenada** signed their incorporation agreement to become CAF shareholders

New incorporations strengthen CAF's mandate



- ✓ Close **relationship with governments** in the region
- ✓ **Strengthen CAF's governance** with 23 members with participation in the Board of Directors
- ✓ Add to **balanced growth and business diversification**

USD 1.5 billion



Chile became CAF's Full member country

USD 310 million



Dominican Republic became CAF's Full member country

USD 460 million



Honduras is CAF's 21st shareholder



CAF strengthens its presence in the Caribbean



Costa Rica is in the final phase to become CAF's Full-member country

2023

2024

Enhanced Capital

I. General Capital Increase

**USD
7 Billion**
2022

- **Largest** capital increase approved
- Enables CAF to further **expand its operations and maintain its robust credit metrics**
- Reflects the **solid shareholder support**
- Fully allocated in **paid-in capital**

II. New Capital Contributions

**USD
3 Billion**
2023 - 2024

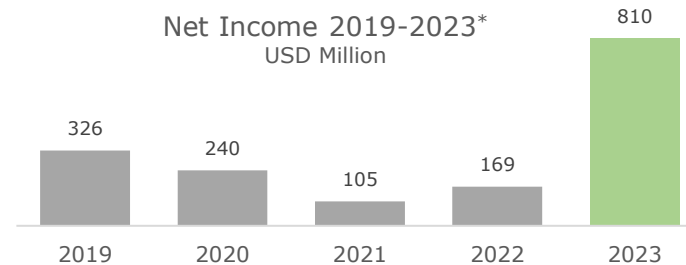


Chile
Costa Rica
Dominican Republic
El Salvador
Honduras

Incorporation of New Full Members

III. Strong Profitability

**USD
810 Million**
2023



Net profit is retained as an additional source of capitalization

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...**"





Robust Preferred Creditor Treatment



(*) Assigned by Moody's

CAF achieved 4 upgrades in the past 2 years

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

	Current Rating	Upgrades in the last 2 years
	AA (Stable) May 2024	+2
	Aa3 (Stable) June 2024	
	AA- (Stable) January 2024	+1
	AA+ (Stable) February 2024	+1

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**

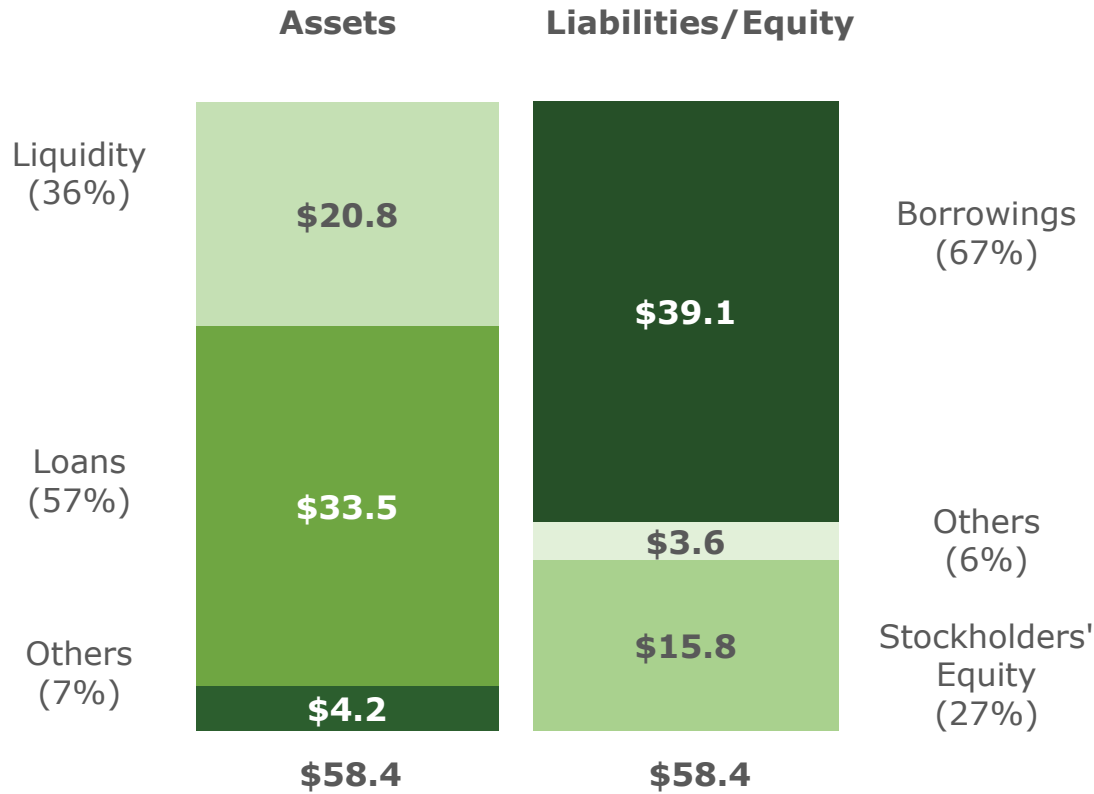


**Diversified
Loan Portfolio**

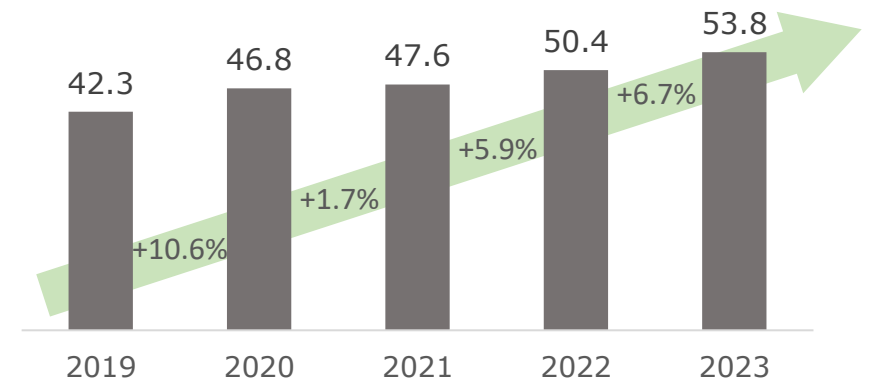


**Strong financial
ratios** compared
to its peers

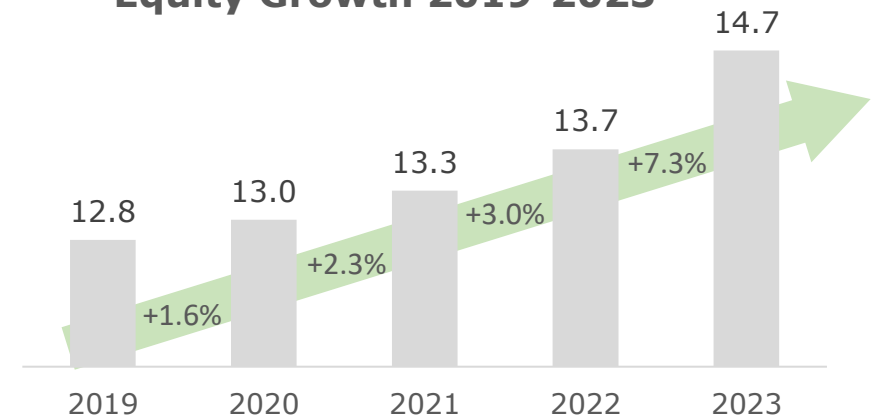
Robust & liquid balance sheet (USD billion)



Assets Growth 2019-2023*



Equity Growth 2019-2023*

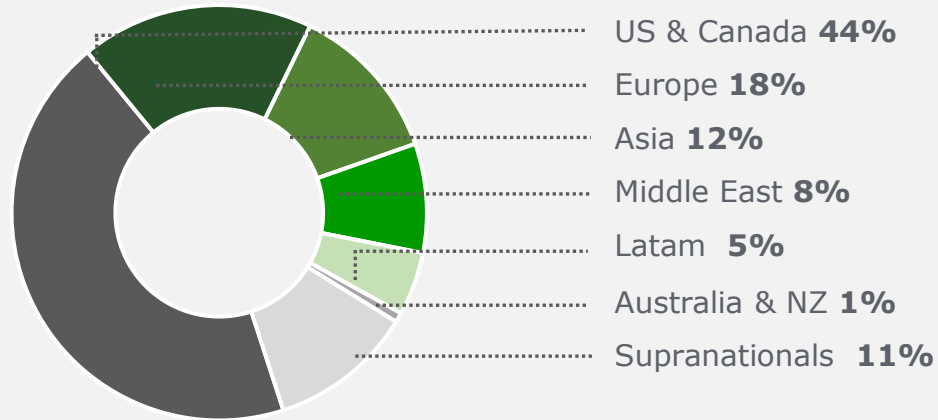


Figures as of September 30, 2024

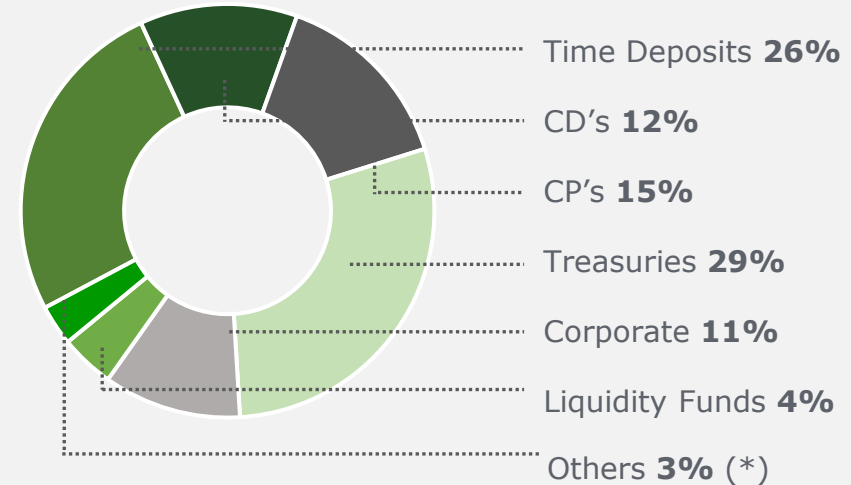
*Figures as of end of each year

Diversified and high-rated liquidity portfolio

Breakdown by Geography



Breakdown by Product



> **AA-**
Average
Portfolio rating

> **97%**
of liquid assets are rated
A- or above

> **1.4 years**
Maximum
duration
allowed

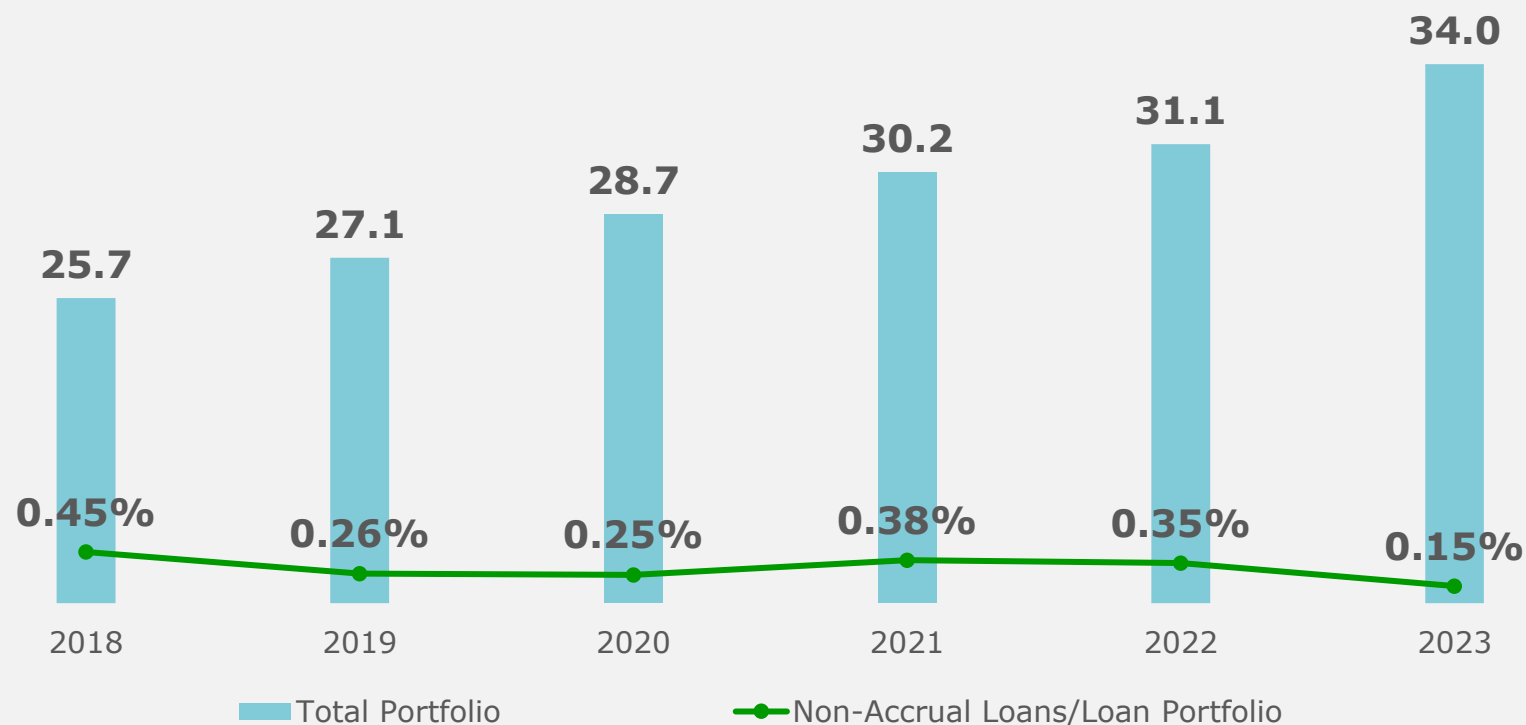
> **0.6 years**
Current
duration

> **59%**
rated AA- or above

Figures as of September 30, 2024

*Others include 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)

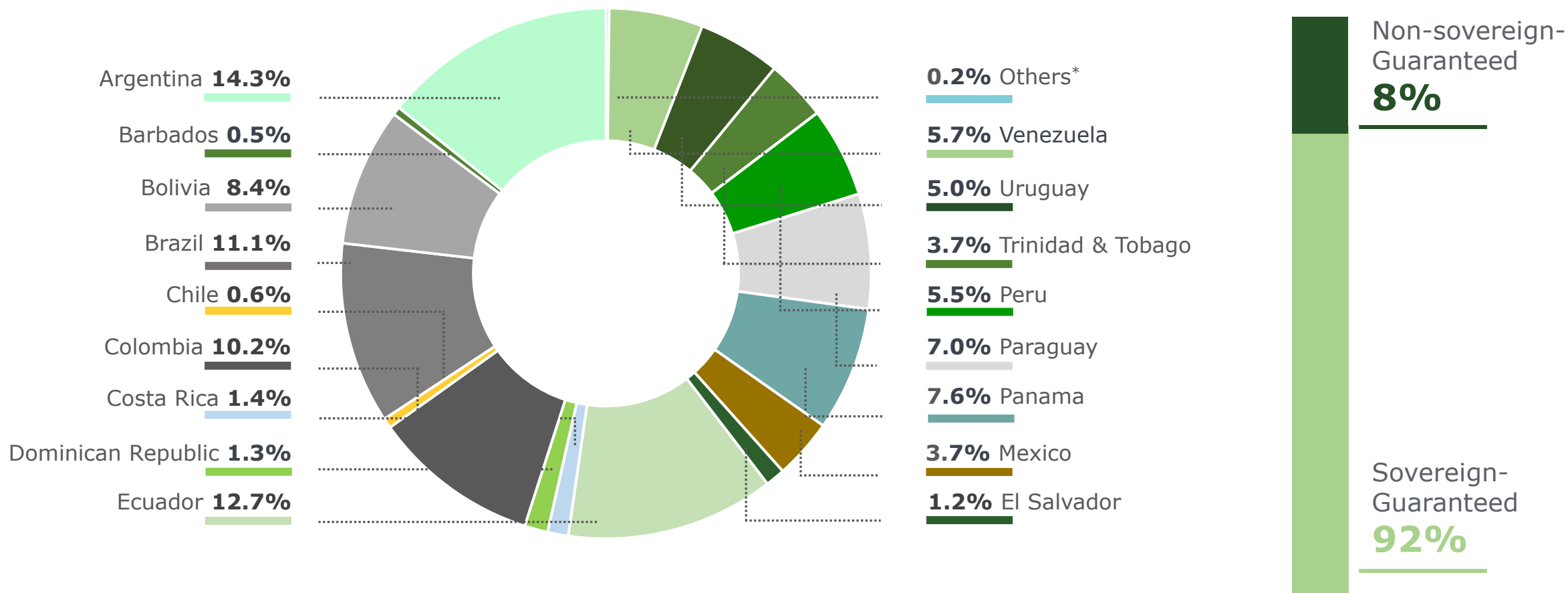


Compound
annual growth rate
Last five years
5.7%

Consolidated Portfolio = Loan Portfolio + Equity Investments + Guarantees
Figures as of the end of each year

Diversified loan portfolio

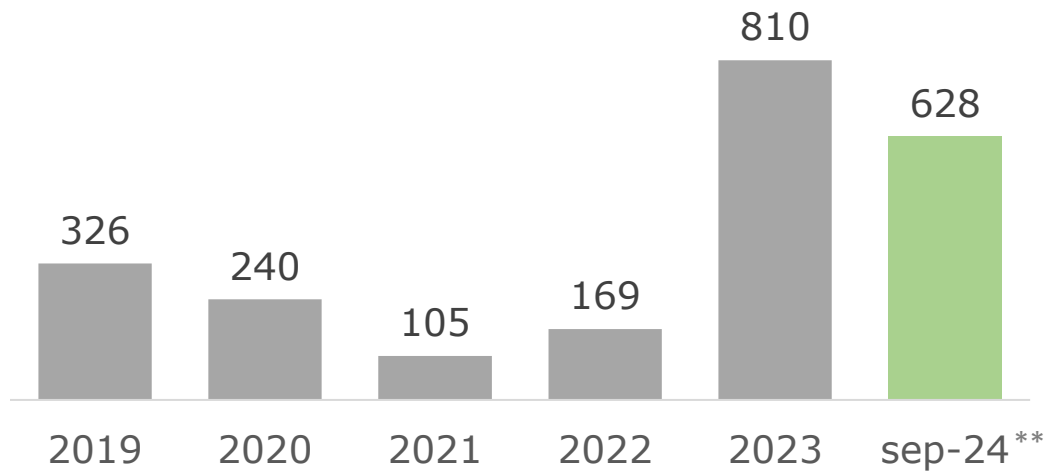
By Country & Sector



Top 5 exposures: Argentina, Ecuador, Brazil, Colombia & Bolivia.
 Consolidated Portfolio = Loan Portfolio + Equity Investments + Guarantees
 *Others include Portugal, Spain, and Multinational operations
 Figures as of September 30, 2024

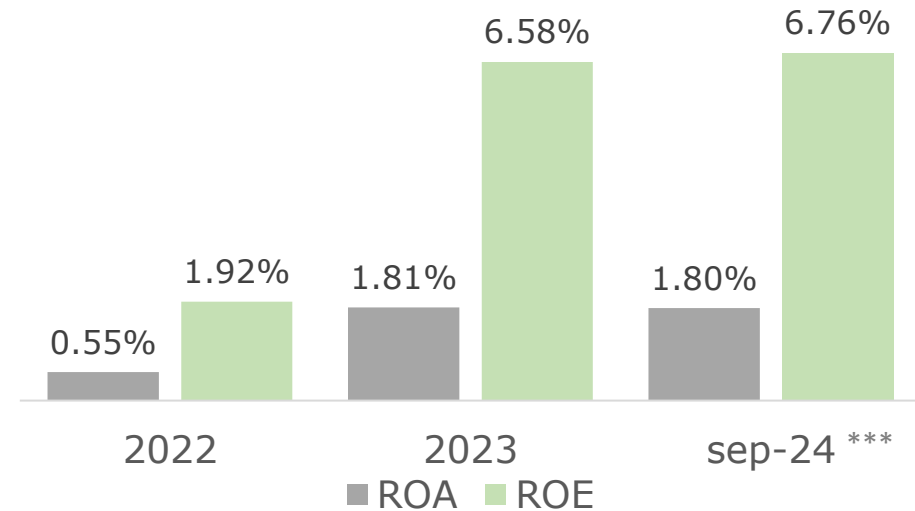
CAF achieved a record net income in 2023

Net Income 2019 - September 2024
USD Million



Net profits support CAF's capitalization

Profitability Ratios



In 2023 and 2024 CAF has improved its profitability ratios








Figures as of end of each year

* Income before contributions to Shareholders' special funds/Average net worth

** Net Income for the six months ended september 30, 2024

*** Annualized ROE & ROA

Strong financial ratios compared to its peers

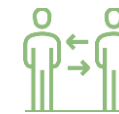
Multilateral Financial Institution	CAF's Ranking	 DEVELOPMENT BANK OF LATIN AMERICA AND THE CARIBBEAN	 Inter-American Development Bank	 	 ASIAN DEVELOPMENT BANK	 European Bank for Reconstruction and Development	 ¹ THE WORLD BANK
Ratings (S&P/Moody's/Fitch)		AA/Aa3/AA-	AAA/Aaa/AAA	AAA/Aaa/AAA	AAA/Aaa/AAA	AAA/Aaa/AAA	AAA/Aaa/AAA
Impaired loans and advances/ Total loans (%)	1st	0.2	1.9	2.9	0.4	6.9	0.6
Equity / Assets (%)	2nd	27	26	27	18	30	18
Net income/average shareholder's equity	2nd	5.7	3.1	3.5	1.7	10.0	2.0
Liquidity / Adjusted Total Assets (%)	3rd	30	22	35	16	38	24

Source: Standard & Poor's "Supranational Special Edition 2024". Figures as of end of year 2023

¹International Bank for Reconstruction and Development (IBRD)

Funding Strategy

Funding strategy highlights



Well established and **expanding investor base**

Broad access to international capital markets

Frequent issuer in the SSA space

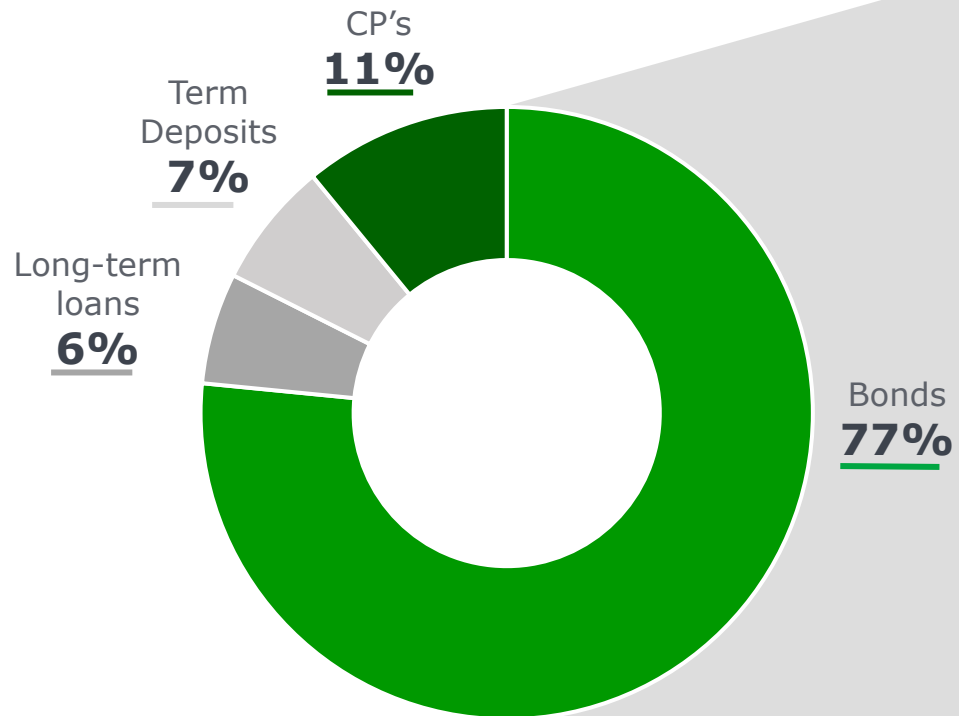
Financing **environmental and socially responsible** initiatives

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

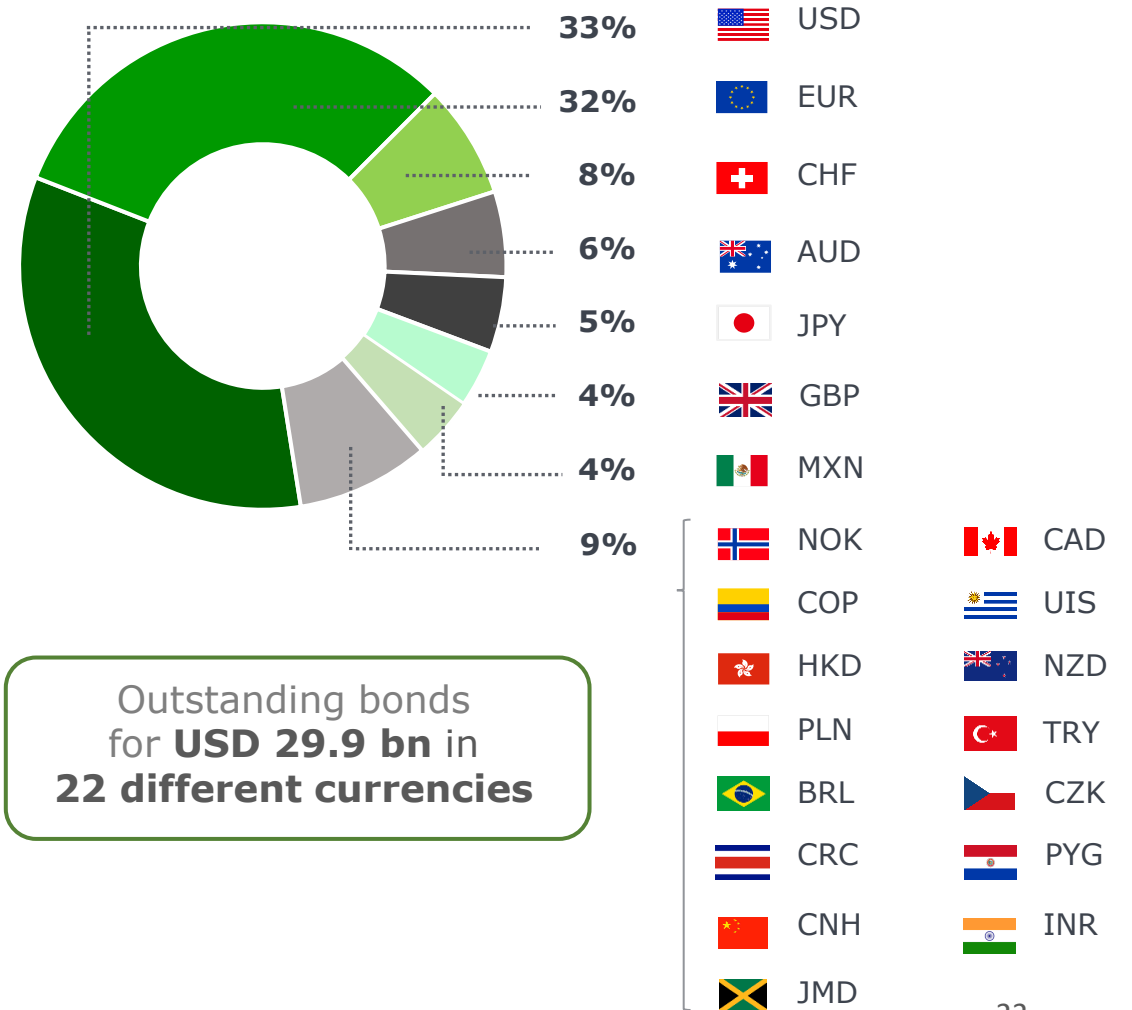
EMTN

- Benchmark deals in different currencies

AMTN

- Australian Dollar

Bonds by Currency

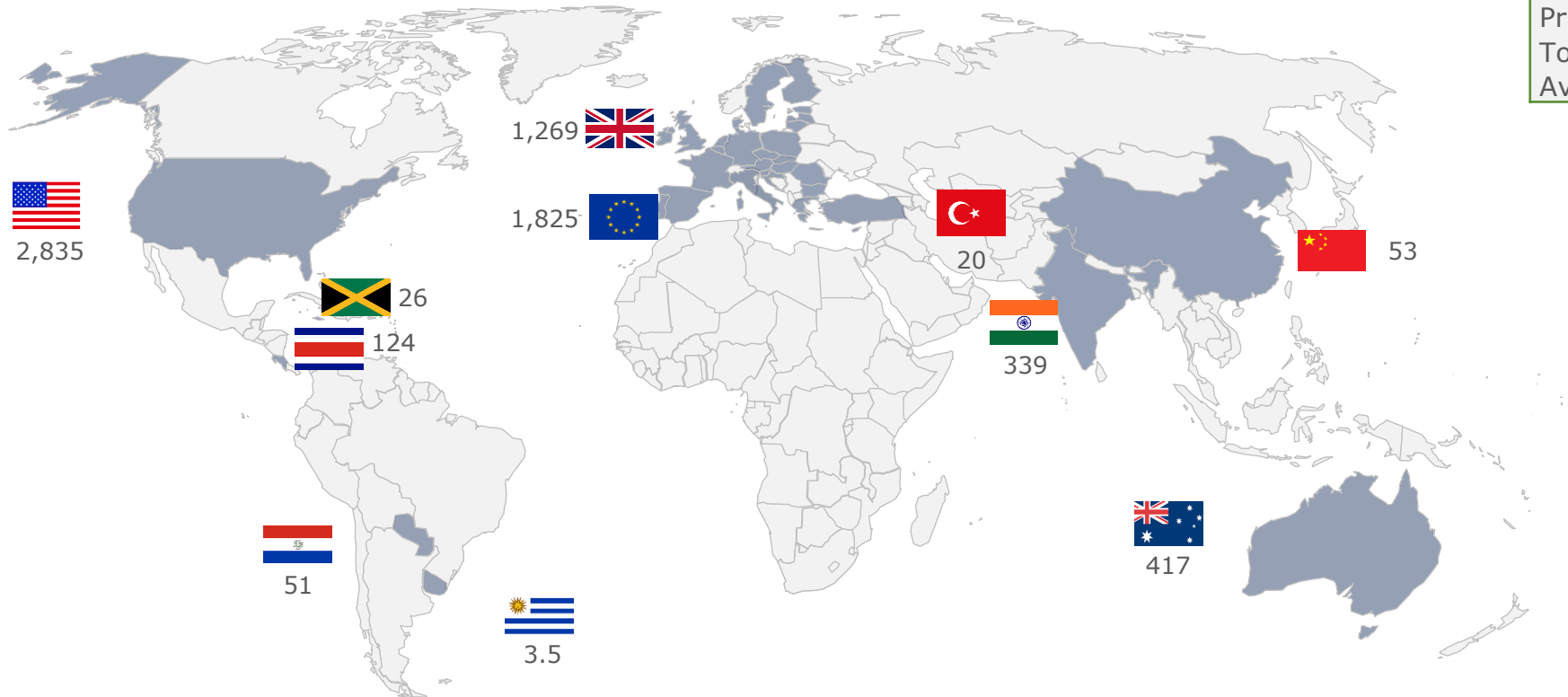


Strong access to capital markets

During 2024, CAF has issued a total amount of **USD 7.0 billion** in the main capital markets

Issues in 2024 in USD million equivalent

Total Issues	28
Public Transactions	90%
Private Transactions	10%
Total Currencies	11
Average Tenor	6.2 years



Recent benchmark issuances



USD 1,000 MM

3.3 yr

4.13%

Maturity: 2028

Issued Sep, 2024

ISIN US219868CK01



GBP 1,000 MM

5 yr

4.75%

Maturity: 2029

Issued Apr, 2024

ISIN XS2803753065



EUR 1,500 MM

6 yr

3.63%

Maturity: 2030

Issued Feb, 2024

ISIN XS2594907664



AUD 500 MM

5 yr

5.30%

Maturity: 2029

Issued Feb, 2024

ISIN AU3CB0306678

High-quality order-books

✓ Largest order book
10x Oversubscription

✓ Record final
orderbook for a
debut ('return-to-
market') GBP
benchmark in the
SSA sector

✓ Second largest
order book in CAF's
history

✓ Largest transaction
by a Latin
American issuer in
the Australian
market

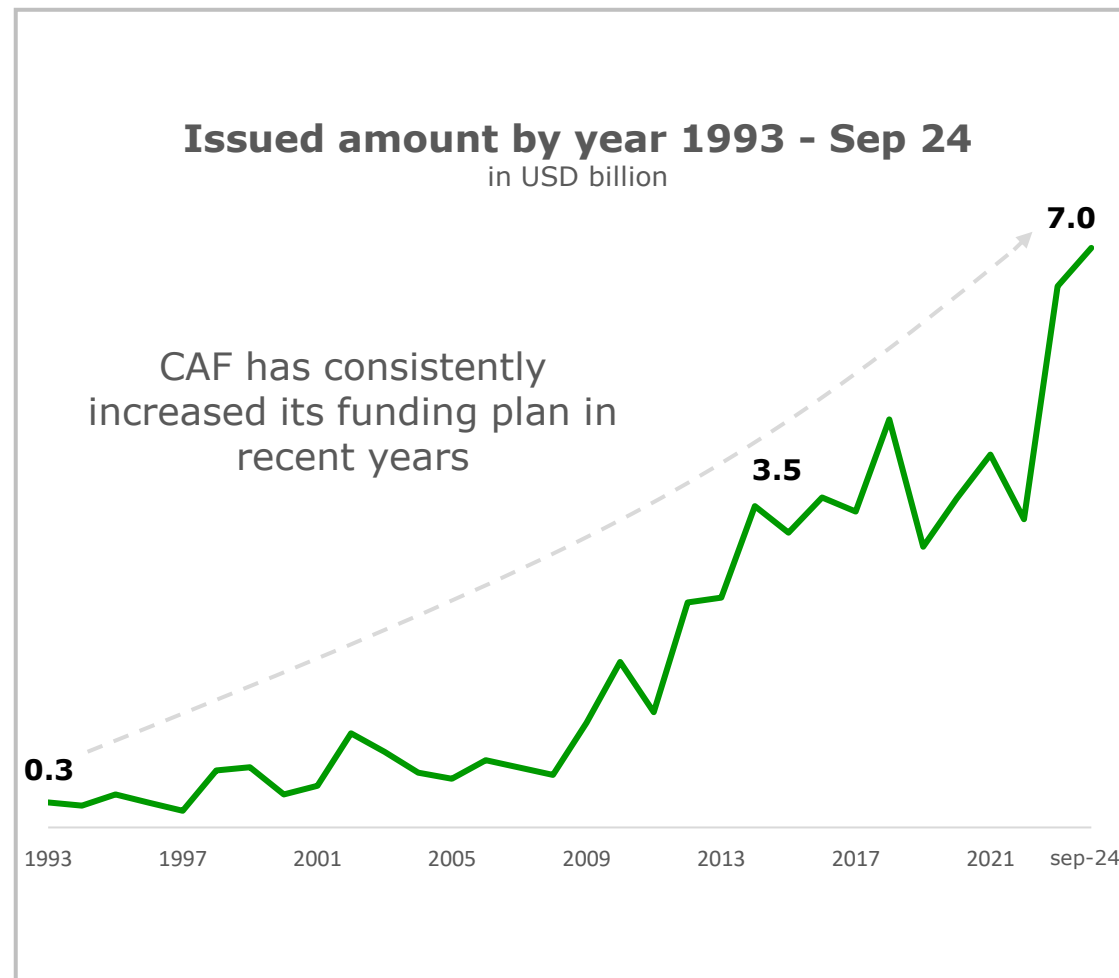
CAF's sustained benchmark-size issuances and expanding its funding plan

GlobalCapital



Global Capital highlighted the success of CAF's recent issuances¹

Burnishing credentials with a big benchmark success.



¹Source: Global Capital 2024, link: <https://www.globalcapital.com/article>

Recent private placements



UI 2.9MM
August 27, 2024
3.35% 2038



TRY 650MM
June 21, 2024
30.0% 2028



CNH 383MM
June 07, 2024
3.12% 2028



INR 5,000MM
May 10, 2024
7.7% 2031



AUD 100MM
March 01, 2024
5.90% 2040



CRC 47,250MM
April 22, 2024
6.35% 2032



JMD 4,000MM
April 15, 2024
8.50% 2028

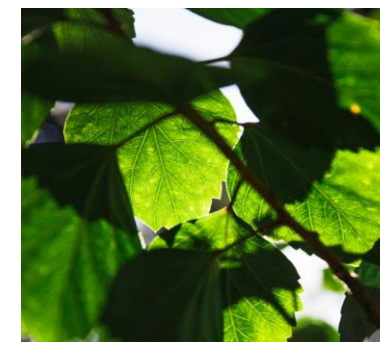


PYG 150,000MM
April 15, 2024
7.25% 2031

Thematic bonds

Thematic bonds including green and social bonds amount to **USD 4.3 billion**

- ✓ In 2018, CAF created its **Green Bond Program**
- ✓ In 2020, CAF created its **Social Bond Program** with a Use of Proceeds focused on the response to the COVID-19 pandemic
- ✓ Both programs received a **Second-Party Opinion** from **Sustainalytics**
- ✓ CAF also has issued thematic bonds in sectors such as: **water, education, health and nutrition**
- ✓ CAF is currently working on a **new Sustainable Finance Framework**, expected to be published in 4Q 2024, expanding eligible categories



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 key development partners

Europe 35



North America 15



Africa 1




South America 20




Asia 32




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)

Key Investment Factors

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

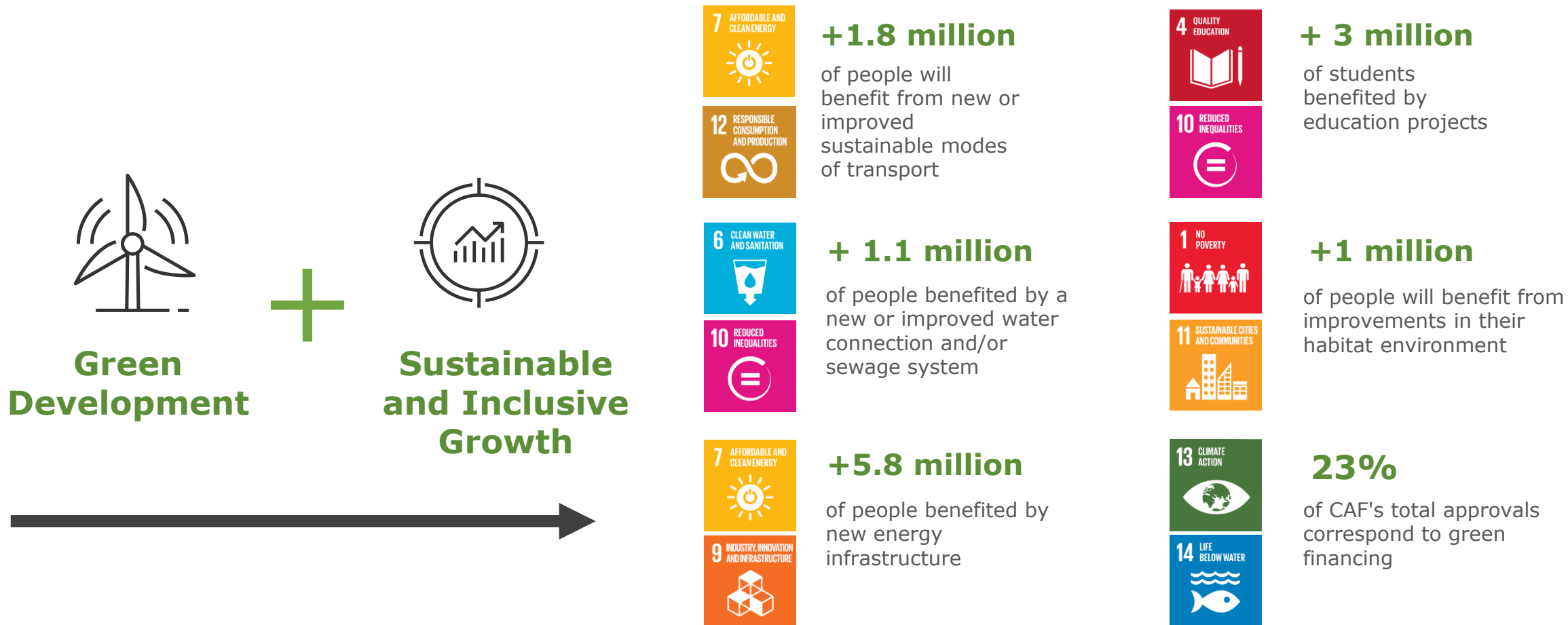


**Offers
value**
compared to
its peers



Project Snapshots

CAF's strategy is focused on green development and sustainable and inclusive growth



Highlighted projects

Country:

**Dominican
Republic**

Amount approved:

USD 85 million



San Juan de la Maguana - Multiple Aqueduct Expansion Project

- ✓ The project contemplates the unification of the various rural aqueducts into a single regional aqueduct through the preparation of definitive designs
- ✓ **211,000 inhabitants of urban and rural areas will benefit from the project**

Highlighted projects

Country:

Colombia

Amount approved:

USD 255 million



Line 2 - Bogotá Subway

- ✓ The Line 2 of the Bogotá **subway will benefit approximately 2.5 million users**, generate significant savings in travel times and contribute to improving air quality, as well as reducing road accidents
- ✓ Bogota expects to have the first line ready by 2028

Highlighted projects

Country:

Ecuador

Amount approved:

USD 255 million



Electricity Distribution Network Reinforcement Program

- ✓ The objective of the Program is to **improve the electricity transmission and distribution systems with emphasis on the shrimp agro-industrial sector**, electrifying approximately **42,000 hectares on the coast of the provinces of Esmeraldas, Manabí, Guayas, El Oro and Santa Elena**, and providing service to non-electrified rural areas in the area of influence

Highlighted projects

Country:

Paraguay

Amount approved:

USD 135 million



Rehabilitation, improvement and maintenance program for national route PY22, Concepción-Vallemí-San Lázaro section and accesses (Road program 4)

- ✓ This program will contribute to **improve traffic conditions in the department of Concepción**, enhance the competitiveness of land transportation, promote development and regional economic integration, and **improve the quality of life in the eastern region**

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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