

30 June 2021

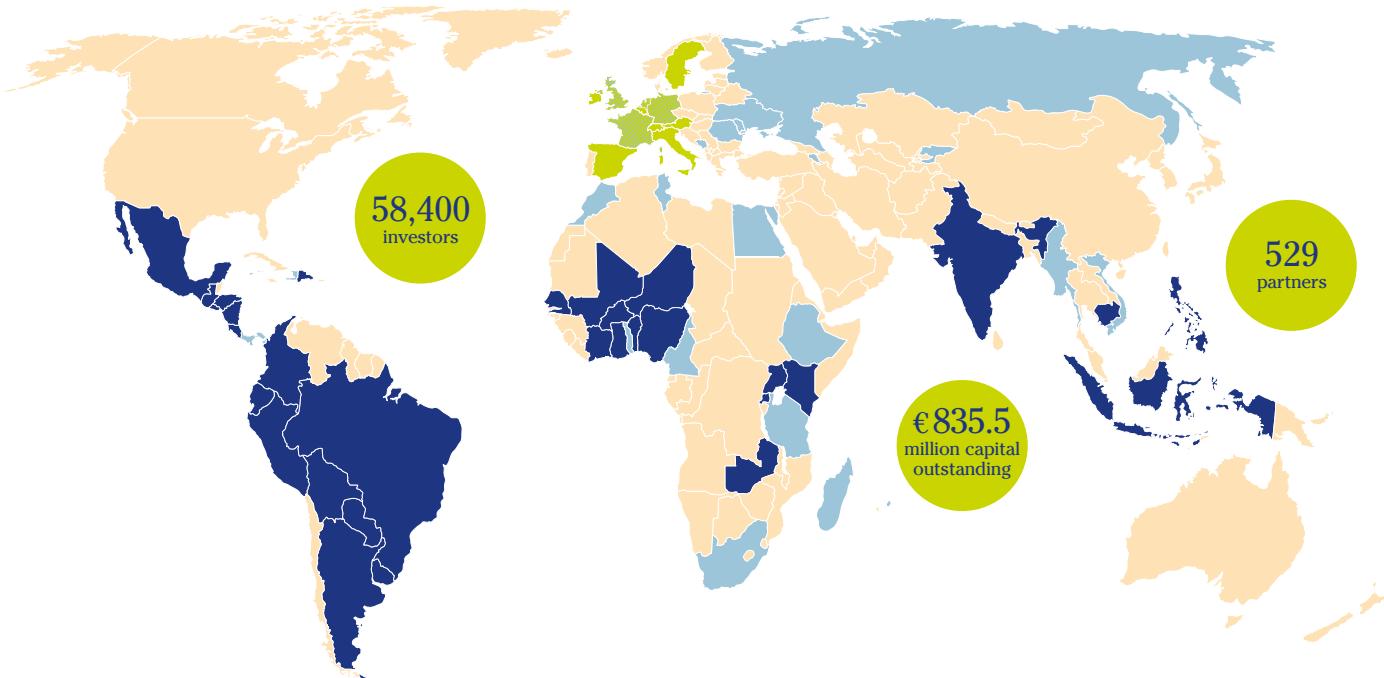
## Investing for positive social impact

Oikocredit is a social impact investor and worldwide cooperative with over four decades of experience in leading positive change through investments in financial inclusion, agriculture and renewable energy.

Guided by the principle of empowering low-income people to improve their quality of life, Oikocredit supports partners in Africa, Asia and Latin America through loans, investments and capacity building.

Oikocredit is financed by individuals and institutions who want to be part of a global movement for social change. Our investments prioritise social impact while safeguarding the environment and generating fair financial returns.

We're a global organisation with local presence, able to respond to our partners' needs and strengthen them by offering more than financing.



- 33 countries where Oikocredit will focus its activities going forward
- Other countries where Oikocredit currently has loans and investments
- 11 countries where Oikocredit actively attracts investments

### Caravela – supporting smallholder coffee producers in Latin America

Caravela is a responsible speciality coffee trader working with about 4,000 smallholder farmers and their communities in eight Latin American countries. Caravela sources high-quality coffee to sell to speciality coffee roasters in 25 countries.

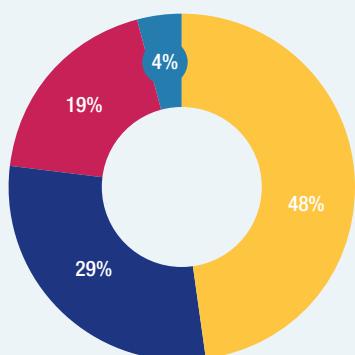
Oikocredit first made an equity investment in UK-based Caravela in 2019 in view of its positive social impact. Besides enabling access to international markets, Caravela provides training, technical support and analysis, helping growers improve the quality of their coffee and their income.



# Oikocredit at a glance

## Financing by region

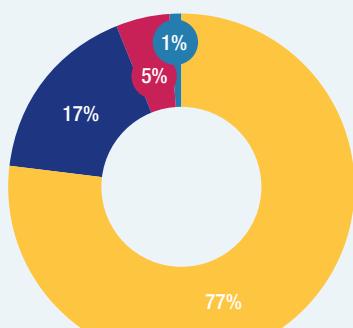
at 30 June 2021



- Latin America and the Caribbean
- Asia
- Africa
- Other

## Financing by sector

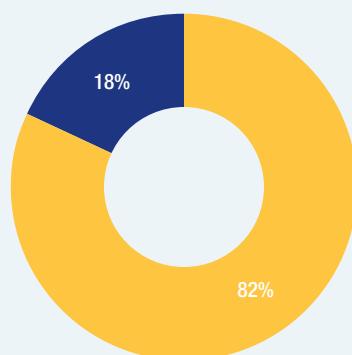
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- Financial inclusion\*
  - Agriculture
  - Renewable energy
  - Other
- \* including microfinance and SME finance

## Type of financing

at 30 June 2021



- Loans
- Equity investments

## Key figures

at 30 June 2021

● Total assets	€ 1,240.5 million
● Total development financing outstanding	€ 835.5 million
● Member capital	€ 1,122.5 million
● Total number of partners	529
● Average outstanding financing per partner	€ 1.6 million
● Net asset value per share	€ 212.82
● Result (year-to-date)	€ 10.3 million

## Social and environmental performance

at 31 December 2019

Social and environmental performance management is a priority for Oikocredit. We monitor certain social and environmental performance indicators to ensure our partners reach the right target groups and provide services that work towards a positive change in people's lives.

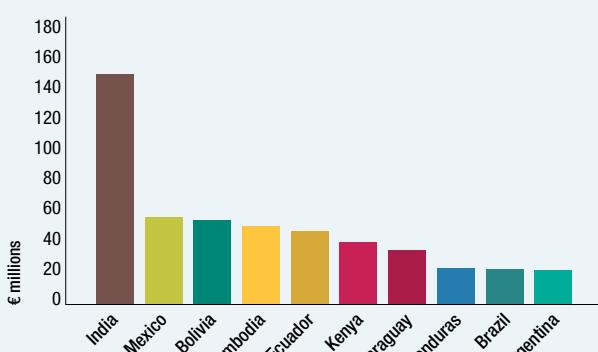
Clients reached by Oikocredit's financial inclusion partners	38.2 million
● % female clients	86%
● % rural clients	63%

Farmers reached by Oikocredit's agriculture partners	557,000
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Renewable energy	
● Households with access to clean energy	52,000
● CO <sub>2</sub> emissions avoided (in tonnes)	149,000

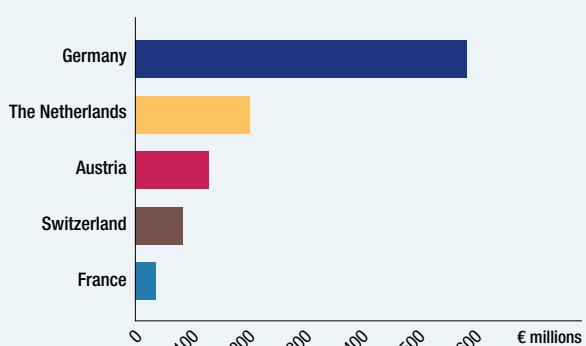
## Ten countries with highest capital outstanding

at 30 June 2021



## Five countries with highest member capital

at 30 June 2021



# Key ratios and figures

The following is an unaudited quarterly extract of key figures. The full annual accounts are available at [www.oikocredit.coop/annual-report](http://www.oikocredit.coop/annual-report). For further explanations on the current quarterly results, see our quarterly news item at [www.oikocredit.coop/news](http://www.oikocredit.coop/news)

Key quarterly ratios and figures (year-to-date)	2021 Q2	2021 Q1	2020 Q4
<b>Generating fair financial returns for investors</b>			
● Return on equity	1.8%	4.3%	-2.0%
● Return on assets	1.7%	3.8%	-1.8%
<b>Liquidity risk management</b>			
● Liquidity ratio as % of total assets	33.4%	30.8%	33.1%
● Free liquidity (in € millions)	€ 205.2 M	€ 191.4 M	€ 190.3 M
<b>Solvency and capital management</b>			
● Net asset value per share	€ 212.82	€ 213.11	€ 210.50
● Leverage ratio	2.3%	2.9%	3.6%
<b>Credit risk management</b>			
● Loan loss provisions on capital and interest and impairment of equity as % of development financing	11.4%	10.9%	13.0%
● % of loan portfolio paid on time	90.1%	89.6%	90.8%
● Portfolio at risk (90 days)	5.9%	5.6%	5.8%
<b>Cost management</b>			
● General and administrative expenses as % of total assets	2.2%	2.2%	2.3%
<b>Market risk management</b>			
● Total operating income as % of development financing	5.6%	5.5%	4.8%
● Hard currencies as % of development financing	52.8%	50.2%	52.0%

## Commentary on key quarterly ratios and figures

Key quarterly ratios and figures provided above give Oikocredit members and investors additional financial information about outcomes achieved and progress made over the last quarter.

### Generating fair financial returns for investors

The return ratios on total portfolio, equity and assets stayed positive in Q2, although less than in Q1 because of the small decrease in profitability. The ratios continue to compare favourably to 2020 when the loss resulted in negative returns.

### Liquidity risk management

The liquidity ratio rose to 33.4%, mainly as a result of a greater inflow than outflow of funds. The liquidity buffer is healthy and can support portfolio growth and share redemptions.

### Solvency and capital management

Net asset value (NAV) per share reduced slightly in Q2 but remains positive and higher than at end-2020, still signalling value creation for the cooperative. The leverage ratio has continued to improve due to loan repayments and the discharge of other obligations.

### Credit risk management

Loan loss provisions and equity impairments grew in relation to the reduced total size of lending and equity. The percentage of the loan portfolio that partners are repaying on time stayed at 90%, while portfolio at risk (loan repayments at least 90 days overdue) rose marginally, primarily because of portfolio decrease. A few partners needed payment holidays.

### Cost management

The costs to assets ratio remained stable, indicating effective cost controls.

### Market risk management

Total operating income as a share of the total development financing portfolio grew slightly as portfolio earnings held up. The percentage of hard currency loans increased as local currency loans were repaid and new hard currency loans disbursed, reducing exchange rate risk.