ANNEX 3: Early Disclosure

Transaction name	Working capital trade finance facility in Tanzania for commodity exports
Publication date	Oct 2026
Sector	Agricultural commodities trading
Country and region	Tanzania
Deal overview	The proposed transaction entails a USD 5.0m revolving short-term facility from a partner financial institution in Tanzania, supported by AGRI3 through a 70% a non-funded partial guarantee. The 12-month facility finances working capital for procurement, processing and export of agricultural commodities backed by verified offtake contracts.
Description of the activities	The facility will finance the procurement and export of agricultural commodities such as organic cotton, cashew nuts, sesame and pulses. It will support an established Tanzanian trader and processor in expanding sourcing volumes and linking smallholder farmers to international markets.
Expected impact	• Improved smallholder livelihoods through stronger access to international markets and opportunities to earn premiums from certified organic cotton. • Expanded smallholder participation in the organic cotton supply chain, supported by additional working capital for procurement and exports. • More land under sustainable agricultural management, through expanded certified organic farming using crop rotation and biological pest management. • Stronger environmental and social management, with potential technical assistance for management systems, farmer training and impact monitoring, subject to agreement with borrower.
E&S risks and mitigants	Key risks include labour and occupational safety conditions, supply-chain traceability, biodiversity risks near sensitive ecosystems, and exposure of rain-fed cotton production to climate variability. Existing mitigants include organic certification, internal controls and farmer traceability within the cotton supply chain, alongside HR policies and occupational safety certification. Further improvements expected through formalisation of ESMS and potential ESAP implementation.
Contact details of fund manager	Parties can express their views on the proposed transaction to the Fund Manager by contacting info@agri3.com within 30 days of the publication date of the notice.