

IDLC Finance Limited
Statement on green banking as of 31/03/2014

1.1 Policy Formulation and Governance

1.1.1	Formulation and Board/Regional Head approval of Green Banking Policy	Yes	No	Remarks
		Yes		Approved by the board (Memo enclosed)

1.1.2	Allocation of Fund in the Budget for Green Banking (In Million Taka)	Quarter 1	Quarter 2	Quarter 3	Quarter 4	Total	Remarks
	Green Finance	-					In Process
	Climate Risk Fund	-					In Process
	Marketing, Training and Capacity Building	-					In Process

1.1.3	Utilization of Funds (In Million Taka)	Quarter 1	Quarter 2	Quarter 3	Quarter 4	Total	Remarks
	Green Finance	-					
	Climate Risk Fund	-					
	Marketing, Training and Capacity Building	-					

1.1.4	Formation of Green Banking Unit	Yes	No	Composition (Name, Designation & Dept)	Remarks
		Yes			

1.2 INCORPORATION OF ENVIRONMENTAL RISK IN CORE RISK MANAGEMENT

		Quarter 1	Quarter 2	Quarter 3	Quarter 4	Total	Remarks		
1.2.1	No of projects applicable for environmental due diligence (EDD)	72							
1.2.2	No of projects rated (Environmental Risk Rating sanctioned)	72							
	Low	46							
	Moderate	1							
	High	25							
1.2.3	Rated Projects Financed	Total Number (Disbursed)	43						
		Low	25						
		Moderate	1						
		High	17						
		Total amount disbursed (in million tk)	568.95						
		Low	414.35						
		Moderate	14.8						
		High	139.8						
		Loan classification as of quarter end							
				UC(standard)	SMA	SS	DF	BL	
			No of projects	43					
			Amount (in million tk)	568.95					

1.4 Introducing Green Financing

		Quarter 1		Quarter 2		Quarter 3		Quarter 4		Total		Remarks
		No	Amount	No	Amount	No	Amount	No	Amount	No	Amount	
ETP		-	-									
	For Installation of ETP(Amount Disbursed)	-	-									
	Projects financed having ETP(Full amount disbursed)	-	-									
Bio-gas Plant		-	-									
Solar panel/Renewable Energy Plant		-	-									
Bio-fertilizer Plant		-	-									
Hybrid Hoffman Kiln (HHK)		-	-									
Others (Please Specify)		-	-									
Green Finance at reduced rate of interest		-	-									

Note: Please note that IDLC Finance Limited along with Trust Bank Limited and Uttara Finance and Investments Limited approved a term loan of BDT 330.51 Million for Tradexcel Auto Bricks Limited, an energy efficient tunnel kiln brick project having a production capacity of 100,000 bricks per day. Disbursement is in process and expected to take place shortly.

In addition, IDLC is exploring the opportunities for financing in brick kiln efficiency projects such as conversion from FCK to Zigzag, Construction of new Hybrid Hoffman Kiln and so on. After assessing client's requirement and his financial strength, viability of project and all other technical and financial issues, it shall be proposed for refinancing from BB. Moreover, we are assessing viability for financing in few ETP projects in Naryanganj.

1.5 Utilization of Climate Risk Fund

		Quarter 1	Quarter 2	Quarter 3	Quarter 4	Total	Remarks
1.5.1	Fund for part of CSR activities (Event) related to climate change (In million taka)	-					IDLC will be undertaking green events for fighting the risks of climate change in the 2 nd quarter of 2014.
1.5.2	Fund for part of CSR activities (project) related to climate change (In million taka)	-					IDLC will be undertaking tree plantation events fighting the risks of climate change in the 2 nd quarter of 2014.

1.6 Introduction Green Marketing

1.6.1	Introduction of Green banking Products (Please Specify)	<p>A green financing product development committee has been formed consisting of following personnel:</p> <p>Mr. Shazib Siddique, Sr. Manager, Corporate Mr. Kazi Farhan Zahir, Sr. Manager, Structured Finance Mr. Md. Mehbuboor Rahman, Asst. Manager, Green Banking Desk Mr. Khwaja Muhammad Mohaymen Billah, Sr. Manager, SME Mr. Indrajit Sur, Sr. Manager, SME Mr. Rashedul Huq, Sr. Manager, Consumer Mr. Adnan Rashid, Manager, CRM Mr. Shahariar Kamal, Asst. Manager, CRM</p> <p>Committee shall report to Mr. Asif Saad Bin Shams, GM & Head of Credit & Collection and Mr. Mesbah Uddin Ahmed, DGM & Head of Structured Finance Department</p>
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1.7 Employee Training, Consumer Awareness and Green Event

		Quarter 1	Quarter 2	Quarter 3	Quarter 4	Total	Remarks
1.7.1	No of programs/trainings/seminar/workshops/awareness program exclusively conducted for Green Banking	1					Formation of training calendar is in process
1.7.2	No of participants covered	21					
	Employees	21					
	Customers	-					
1.7.3	Green Events (Please Specify)						

1.8 Disclosure of green banking activities

Disclosure In	Remarks
Annual Report	To be covered in 2014 annual report.
Website	Disclosed under "Green Banking and Sustainability" section in IDLC's website (www.idlc.com)

Media		Syndication financing of Tradexcel Auto Brick Project was disclosed in print media
Preparation of Independent green banking and sustainability report	IDLC prepares an independent Sustainability Report following the GRI (Global Reporting Initiatives) Guidelines	Green Banking issues have been covered extensively in IDLC's 2013 Sustainability Report.

2.1 Sector specific environment policy

2.1.1	Formulation of sector specific Environment Policy (Under phase 2) (If yes then please give pin points in a separate sheet)	Yes	No	Remarks
				In process
2.1.2	Name of the sectors for which specific environment policy formulated			

2.2 Green Strategic Planning

2.2.1	Formulation of green strategic planning (If yes then please describe in a separate sheet)	Yes	No	Remarks
				In process

2.3 Environment Risk Management Plan

2.3.1	Formulation of Banks specific environmental risk management plan and guideline	Yes	No	Remarks
		Yes		IDLC complies with the Bangladesh Bank guideline on Environment Risk Management (ERM) for FI dated January, 2011 It also complies with ECR-1997 standard (Environmental Conservation Rules) IDLC also voluntarily follows UNGC and UNEP FI principles

Training on Green Banking Policy and products

Participants: SME Credit Team

SL No	Name	Designation	Department
1	Md. Habibur Rahman	Assistant Officer	Credit Risk Management
2	Humayun Ahmed	Junior Officer	Credit Risk Management
3	Iftakharul Alam	Probationary Officer	Credit Risk Management
4	Md. Imam Hossain	Junior Officer	Credit Risk Management
5	A.T.M. Istiaque	Executive Officer	Credit Risk Management
6	Md. Kamrul Islam	Senior Executive Officer	Credit Risk Management
7	Mahir Tazwer	Assistant Officer	Credit Risk Management
8	Md. Mehedi Hasan	Assistant Manager	Credit Risk Management
9	Sk. Moinul Hassan	Senior Manager	Credit Risk Management
10	Md.Raihan Robin	Probationary Officer	Credit Risk Management
11	Md Raisul Azad	Junior Officer	Credit Risk Management
12	Rifat Ishtiaq Khan	Probationary Officer	Credit Risk Management
13	Mohammad Samiul Alam	Senior Executive Officer	Credit Risk Management
14	Kazi Shabrim Hossain	Senior Executive Officer	Credit Risk Management
15	Shahnaz Sharmin Deeba	Junior Officer	Credit Risk Management
16	Md Shajed Al Haque	Senior Executive Officer	Credit Risk Management
17	Md. Shakil Ahmed	Internee	Credit Risk Management
18	Md. Sharif Hossain	Assistant Officer	Credit Risk Management
19	Sirajum Munira	Senior Executive Officer	Credit Risk Management
20	Tapos Kumar Roy	Assistant Manager	Credit Risk Management
21	Tito Proshanta Rozario	Senior Executive Officer	Credit Risk Management