

IDLC Finance Limited
Statement on green banking as of 31/12/2014

1.1 Policy Formulation and Governance

1.1.1	Formulation and Board/Regional Head approval of Green Banking Policy	Yes	No	Remarks
		Yes		An amended version of the Green Banking Policy, incorporating observations of FMO, has been approved by IDLC Board on June 23, 2014

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	-	6.50	Direct-5 Million Indirect-100 Million Total-105 Million	Direct-27 Million Indirect-35 Million Total-62 Million	Direct-40 Million Indirect-125 Million Total-165 Million	
	Climate Risk Fund	-	100	-	-	100	
	Marketing, Training and Capacity Building	-	0.1	0.01	0.035	0.145	

1.1.3	Utilization of Funds (In Million Taka)	Quarter 1	Quarter 2	Quarter 3	Quarter 4	Total	Remarks
	Green Finance	-	6.50	Direct-5 Million Indirect-90.196450 Million Total-95.19645 Million	Direct-27 Million Indirect-34.102 Million Total-61.102 Million	Direct-38.5 Million Indirect-124.298 Million Total-162.798 Million	
	Climate Risk Fund	-	100	-	-	100	
	Marketing, Training and Capacity Building	-	0.096	0.01	0.035	0.141	

1.1.4	Formation of Green Banking Unit	Yes	No	Composition (Name, Designation & Dept)	Remarks
		Yes		Mr. Md. Mehbuboor Rahman, Asst. Manager, Green Banking Desk Mr. Kazi Farhan Zahir, AGM, Corporate Mr. Nasiruddin M. Chowdhury, Sr. Manager, Corporate Mr. Md. Jobayer Alam, Sr. Manager, SME Mr. Rashedul Haque, Head of Products and Marketing, Consumer Mr. Adnan Rashid, Sr. Manager, Credit Risk Management(CRM) Mr. Md. Shahariar Kamal, Manager, Credit Risk Management(CRM) Ms. Shamima Akter, Sr. Manager, Human Resource Department Mr. M. Hasibur Rashid Chowdhury, AGM, IT Ms. Tabassum Abedin, Manager, Admin Mr. Mustaq Ahammed, Head of ICC (Internal Credit and Compliance) Mr. Jane Alam Romel, Sr. Manager, Marketing communications Ms. Zurat Haque, Sr. Manager and Head of CSR	

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	84	64	40	260		
1.2.2	No of projects rated (Environmental Risk Rating sanctioned)	72	84	64	40	260		
	Low	46	50	41	24	161		
	Moderate	1	1	0	0	2		
	High	25	33	23	16	97		
1.2.3	Rated Projects Financed	Total Number (Disbursed)	43	125	40	51	259	
		Low	25	91	29	33	178	
		Moderate	1	1	0	0	2	
		High	17	33	11	18	79	
		Total amount disbursed (in million tk)	568.95	1313.03	707.75	760.53	3350.26	

		Quarter 1	Quarter 2	Quarter 3	Quarter 4	Total	Remarks
	Low	414.35	1035.33	474.85	558.13	2482.66	
	Moderate	14.8	17.50	0	0	32.3	
	High	139.8	260.20	232.90	202.40	835.3	
Loan classification as of quarter end							
		UC(standard)	SMA	SS	DF	BL	
	No of projects	51					
	Amount (in million tk)	760.53					

1.3 Initiating in house environment management

		Quarter 1	Quarter 2	Quarter 3	Quarter 4	Total	Remarks
1.3.1	No of branches and booths (Data in each quarter will reflect the cumulative figure)	26 Branches 2 Booths	27 Branches 2 Booths	27 Branches 2 Booths	29 Branches 2 Booths		
1.3.2	No of branches powered by solar energy (Data in each quarter will reflect the cumulative figure)	1	2	2	2		
1.3.3	No of booths powered by solar energy (Data in each quarter will reflect the cumulative figure)	None	None	None	None		

1.3.4	Introduction of Green Office Guide or General Instruction	Yes	No	Remarks
		Yes		A Green Office Guideline has been approved by the Management on June 24, 2014

1.3.5	Pin points of Green Office Guide or General Instruction	Remarks
		The Green Office Guideline focuses on saving electricity, water and paper, and maintenance of a clean and hygienic office environment across branches, through systematic intervention across the following areas: 1. Green Code of Conduct for IDLC Staff;

		2. Green Office Premises; 3. Green Technologies; and 4. Staff Training;
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1.3.6	Inventory Details	Quarter 1	Quarter 2	Quarter 3	Quarter 4	Total	Remarks	
	Consumption of Water(In Million Taka)	0.13	0.13	0.12	0.10	0.48		
	Consumption of Paper(In Million Taka)	0.29	0.51	0.25	0.28	1.33		
	Energy Consumption (In Million Taka)	Electricity	2.1	3.45	3.5	3.4	12.45	
		Gas	-	-	-	-	-	
		Fuel	1.41	1.4	1.4	1.8	6.01	

1.3.6	Others (Please Specify)	Quarter 1	Quarter 2	Quarter 3	Quarter 4	Total	Remarks

1.4 Introducing Green Financing (In Million BDT)

ETP		Quarter 1		Quarter 2		Quarter 3		Quarter 4		Total		Remarks
		No	Amount	No	Amount	No	Amount	No	Amount	No	Amount	
	For Installation of ETP(Amount Disbursed)	-	-	2	6.50	1	5	-	-	3	11.5	
	Projects financed having ETP(Full amount disbursed)	-	-	-	-	-	-	-	-	-	-	
	Bio-gas Plant	-	-	-	-	-	-	-	-	-	-	
	Solar panel/Renewable Energy Plant	-	-	-	-	30	90.196450 (Indirect)	1 (Direct) 19 (Indirect)	20 (Direct) 34.102 (Indirect)	1 (Direct) 49 (Indirect)	20 (Direct) 124.298 (Indirect)	The amount mentioned in indirect green financing has been disbursed as factoring facility at commercial rate.

												Direct green financing has been disbursed for solar Nano grid project at 9 p.a.
Bio-fertilizer Plant	-	-	-	-	-	-	-	-	-	-	-	
Hybrid Hoffman Kiln (HHK)	-	-	-	-	-	-	-	-	-	-	-	
Others (Fire safety)	-	-	-	-	-	-	1	7	1	7		
Green Finance at reduced rate of interest	-	-	-	-	-	-						

NB: In addition to that, IDLC has signed a term sheet with Pachgaon Auto Bricks Limited, an energy efficient hybrid Hoffman kiln technology and also with Al Baraka Limited, an energy efficient tunnel kiln technology to raise a fund of BDT 615.11 Million in total.

Credit committee of IDLC finance also approved a term loan of BDT 100 Million for Mesh Garments to construct a green industry and also to install firefighting options as per guided by GBCSRD circular. The proposal has been approved by executive committee in January, 2015 and is now awaiting for disbursement.

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)	-	-	-	0.6424	0.6424	
1.5.2	Fund for part of CSR activities (project) related to climate change (In million taka)	0.156,637	0.155842	0.375603	1.994	2.682	

1.6 Introduction Green Marketing

1.6.1	Introduction of Green banking Products (Please Specify)	<p>Two different Product Program Guide has been developed for financing in ETPs and energy efficient brick kiln technologies. Development of few other innovative products is under process. Furthermore, we are working closely with FMO to expedite existing green financing as well design new innovative product.</p> <p>IDLC is working closely with IFC and USAID-CCEB program to promote energy efficient interventions in different industry. As a part of sustainable banking practices, IDLC is suggesting prospective clients to USAID for conducting energy audit within their program. We are also dealing with already audited plants by USAID to explore green financing opportunity.</p> <p>IDLC participated in green energy expo 2014 arranged by IDCOL to showcase green marketing and renewable energy as well as other green products. Expo provided IDLC with a good exposure and new leads were generated under green financing scheme.</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	3	3	5	12	
1.7.2	No of participants covered	21	54	42	60	177	
	Employees	21	54	42	60	177	
	Customers	-	-	-	N/A		
1.7.3	Green Events (Please Specify)	-	-	In process			<p>IDLC participated in Green Energy Expo 2014 organized by IDCOL and demonstrated green products for prospective clients. Furthermore, CEO of IDLC presented</p>

	Quarter 1	Quarter 2	Quarter 3	Quarter 4	Total	Remarks
						as resource person in SE4ALL investor forum to promote financing in renewable energy.

1.8 Disclosure of green banking activities

Disclosure In		Remarks
Annual Report	Yes	Green Banking activities have been covered in IDLC's 2013 Annual Report.
Website	Yes	Green Banking activities are updated regularly under the section "Green Banking and Sustainability" in IDLC's website (www.idlc.com).
Media	Yes	A brochure on green financing has been developed detailing offerings and has been distributed in different fair/workshop/visit (ez: ADB market fair, IDCOL green energy expo etc).
Preparation of Independent green banking and sustainability report	Yes	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		IDLC with support from FMO and FI Konsult, is implementing an ESMS (Environmental and Social Management System) across the organization. As an integral part FI Konsult is guiding IDLC officials to prepare a sector specific environmental policy.
2.1.2	Name of the sectors for which specific environment policy formulated	Following sectors has been decided considering sector specific exposure and their environmental and social risk: Textiles, apparels and accessories, power and energy, iron and steel, building materials, cement, glass, ceramics and pipes,		

		pharmaceuticals, food and beverage, telecommunication, transport, paper and packaging etc.
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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		<p>IDLC complies with Bangladesh Bank guideline on Environmental Risk Management (ERM) for FI dated January, 2011 and the ECR-1997 standard</p> <p>IDLC also complies with the UNGC and UNEP FI principles on a voluntary basis being the only listed FI in Bangladesh</p> <p>Besides, IDLC is in process of implementing ESMS across the organization and to be completed and rolled out by June 2015.</p> <p>A software has been formed with assistance from FI Konsult and FMO to assess the environmental risk and to compute scoring of risk of different sectors under different business segment. The program is in testing phase and to be rolled out by June, 2015.</p>

Training on Green Products for Textile sector

Participants: Mid Enterprise Finance Business Team

Date: 01 October, 2014

Time: 2 PM to 4 PM

Venue: Corporate Head Office

SL No	Name	Designation
1	Md. Al Amin	Assistant General Manager
2	Abdul Morshed Chowdhury	Senior Manager
3	Abdullah Al Fahim	Senior Executive Officer
4	Abul Kalam Azad	Senior Manager
5	Syed Arif Abdullah	Senior Officer
6	Chowdhury M. Samiul Syed	Manager
7	Sayed Fayez Kader	Officer
8	Md Habibur Rahman	Senior Officer
9	Mohammad Abdul Hannan	Senior Manager
10	Mahmood Hossain	Assistant Manager
11	Md Maniruzzaman	Probationary Officer
12	Syed Mashrur Ali	Assistant Manager
13	Masud Rana	Assistant Manager
14	Md Mizanur Rahman	Assistant Manager
15	Khwaja Muhammad Mohaymen Billah	Senior Manager
16	Monsur Elahi	Senior Executive Officer
17	Nuruzzaman Rashed	Probationary Officer
18	Syed Omar Faruq	Manager
19	Parth Pratim Das	Senior Officer
20	Partha Pratim Saha	Manager
21	Md Refat Hossain	Assistant Manager
22	Sadia Rahman Nitu	Senior Executive Officer
23	Md Sajjad Hossain	Manager
24	Md Salahuddin	Probationary Officer
25	Md. Sayem Uddin	Senior Officer
26	Md Shahabuddin	Manager

SL No	Name	Designation
27	Shahriar Kabir Khan	Senior Executive Officer
28	Shrabani Kundu	Officer
29	Tashfia Kabir	Probationary Officer
30	Touhidur Rahman	Assistant Officer

Workshop on Energy Efficiency Interventions for different sector

Participants: Corporate & MEF Business Team

Date: 27 October, 2014

Time: 10 AM to 2 PM

Venue: IDLC Knowledge Center

SL No	Name	Designation
1	Md. Al Amin	Assistant General Manager
2	A. S. M.Hafizur Rahman	Senior Manager
3	Nasiruddin Mahmud Chowdhury	Senior Manager
4	Farzana Islam Lisa	Senior Manager
5	Faiek Fazal	Manager
6	Chowdhury M. Samiul Syed	Manager
7	Hasan Muhammad Rasel	Assistant Manager
8	Tashmeem Muntazir Chowdhury	Assistant Manager
9	Mohammad Abdul Hannan	Senior Manager
10	Mahmood Hossain	Assistant Manager
11	Rashed Al Islam	Assistant Manager
12	Syed Mashrur Ali	Assistant Manager
13	Masud Rana	Assistant Manager
14	Md Mizanur Rahman	Assistant Manager
15	Khwaja Muhammad Mohaymen Billah	Senior Manager
16	Shafkat Mahmud	Manager
17	M. Samiul Islam	Assistant Manager
18	Syed Omar Faruq	Manager
19	Md. Shahadat Hossain	Assistant Manager
20	Partha Pratim Saha	Manager
21	Md Refat Hossain	Assistant Manager
22	Md Sajjad Hossain	Manager
24	Md Salahuddin	Probationary Officer

Workshop on SE4ALL Investor's Forum

Date: 29-30 October, 2014

Time: 10 AM to 2 PM

Venue: Spectra Convention Center

SL No	Name	Designation
1	Selim R.F. Hussain	CEO & MD
2	Md. Mehbuboor Rahman	Assistant Manager

Green Energy Expo

Date: 06-07 November, 2014

Time: 10 AM to 7 PM

Venue: Hotel Sonargaon

SL No	Name	Designation
1	Selim R.F. Hussain	CEO & MD
2	Mesbah Uddin Ahmed	DGM & Head of Structured Finance
3	Md. Mehbuboor Rahman	Assistant Manager
4	Saher Fatema	Management Trainee
5	Shahadat Hossain	Assistant Manager
6	Shofiqul Islam	Assistant Manager
7	Nuruzzaman Rashed	Probationary Officer

Certificate Energy Auditor Certification Course

Date: 03-06 December, 2014

Time: 09 AM to 5 PM

Venue: USAID-CCEB office premises

SL No	Name	Designation
1	Md. Shahariar Kamal	Manager
2	Md. Mehbuboor Rahman	Assistant Manager
3	M. Samiul Islam	Assistant Manager
4	Mahmood Hossain	Assistant Manager
5	Tashmeem Muntazir Chowdhury	Assistant Manager
6	Nahian Nasir	Management Trainee