

National Finance Limited**Statement on Green Banking as of December 31, 2017**

1.1 Policy Formulation and Governance									
1.1.1	Formulation and Board/Regional Head approval of Green Banking Policy	Yes	No	Remarks					
		v							
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		
		50.00	50.00	50.00	50.00	200.00	5% of Total Disbursement		
		Green Finance	49.88	49.88	49.88	49.88	199.50		
		Climate Risk Fund							
	Marketing, Training and Capacity Building	0.125	0.125	0.125	0.125	0.50			
1.1.3	Utilization of Funds (in million Taka)	Quarter 1	Quarter 2	Quarter 3	Quarter 4	Total	Remarks		
		16.00	-	2.50	-	18.50			
		Green Finance	Nil	Nil	Nil	Nil			
		Climate Risk Fund	Nil	Nil	Nil	Nil			
	Marketing, Training and Capacity Building	Nil	Nil	Nil	Nil				
1.1.4	Formation of Green Banking Unit	Yes	No	Composition (Name, Designation & Deptt.)		Remarks			
		v		Kazi Dilruba Akter, SAVP, SME					
1.2 Incorporation of Environmental Risk in Core Risks Management (CRM)									
1.2.1	No. of Projects applicable for Environmental Due Dilligence (EDD)	Quarter 1	Quarter 2	Quarter 3	Quarter 4	Total	Remarks		
		13	12	13	13	51			
1.2.2	No. of Projects Rated (Environmental Risk Rating)	13	12	13	13	51			
	Low	12	12	12	12	48			
	Moderate	0	0	0	0	0			
	High	1	0	1	1	3			
The ERM rating for 3 customer was high as the customer yet to receive the environment Certificate though they have applied. It maybe noted that the customers with high risk rating falls under service sector									
1.2.3	Rated Projects financed	Total Number	13	12	13	13	51		
		Low	12	12	12	12	48		
		Moderate	0	0	0	0	0		
		High	1	0	1	1	3		
		Total Amount Disbursed (in million Taka)	1,293.93	1,151.02	493.08	1,071.79	4,009.82		
		Low	1,143.93	1,151.02	473.08	1,051.79	3,819.82		
		Moderate	-	-	-	0	-		
		High	150.00	-	20.00	20.00	190.00		
		Loan classification as of Quarter End							
			UC (standard)	SMA	SS	DF	BL		
			No. of projects	113	1	1	0	2	
			Amount(in million taka)	5,183.24	0.86	0.97	0	240.04	

We have classified the expired Short Term loan as BL

1.3 Initiating In-house Environment Management							
1.3.1	No. of Branches and Booths (Data in each quarter will reflect the cumulative figure)	Quarter 1	Quarter 2	Quarter 3	Quarter 4	Total	Remarks
		Nil	Nil	Nil	Nil		

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	Nil	Nil	Nil	Nil	Nil	
1.5.2	Fund for part of CSR activities (Project) related to Climate Change (in million Taka)	Nil	Nil	Nil	Nil	Nil	

1.6 Introducing Green Marketing

1.6.1	Introduction of Green Banking Products (Please Specify)	National Finance Ltd. shall maintain a specific target every year for investment environment friendly sectors/projects like adoption of renewable energy, energy efficient technology, supply of clean water, establishment of effluent and/or waste water treatment plant, solid and hazardous waste disposal plant, bio-gas plant, bio-fertilizer plant etc.					
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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 Training Programs/Seminars/Workshops	0	0	0	0	0	
1.7.2	No. of Participants covered	0	0	0	0	0	
	Customers	0	0	0	0	0	
1.7.3	Green Events (Please Specify)						Nil

1.8 Disclosure of Green Banking Activities

Disclosure in						
Annual Report			Nil			noted for future compliance
Website			Yes			
Media			Nil			
Preparation of Independent Green Banking & Sustainability			Nil			

2.1 Sector Specific Environment Policy

2.1.1	Formulation of Sector Specific Environment Policy (Under Phase 2) (If yes, please give the pin points in a separate sheet)	Yes	No	Remarks
2.1.2	Name of the Sectors for which Specific Environment Policy Formulated	Agri-business (Poultry and Dairy), Tannery, Textile and Apparels, Pulp and Paper, Sugar and Distilleries, Housing, Engineering and Basic Metal, Chemicals (Fertilizers, Pesticides and Pharmaceuticals), Ship Breaking etc		

2.2 Green Strategic Planning

2.2.1	Formulation of Green Strategic Planning (If yes, please describe in a separate sheet)	Yes	No	Remarks
			√	Under Process

2.3 Environment Risk Management Plan

2.3.1	Formulation of FIs Specific Environment Risk Management Plan and Guideline	Yes	No	Remarks
		√		

Annexure-1

Progress of Green Finance
National Finance Ltd.
October-December, 2017

(Taka in million)

Total Loan Disbursement (Funded)	Direct Green Finance (Disbursement)	Indirect Green Finance (Disbursement)	Total Green Finance (Disbursement)	Direct Green Finance as % of Total Loan Disbursement
1,081.32	0.00	0.00	0.00	0.00%

Details of Green Finance

Renewable Energy					
		Amount (in million Taka)			Amount (in million Taka)
Bio-gas	Setting up of Bio-gas Plant in existing Dairy & poultry Farm	0.00		Solar Home System	0.00
	Integrated Cow Rearing and Setting up of Bio-gas Plant	0.00		Solar Micro/Mini Grid	0.00
	Organic Manure from Slurry	0.00		Solar Irrigation Pumping System	0.00
	Mid Range Bio-gas Plant	0.00		Solar PV Assembly Plant	0.00

	Biomass based large scale Bio-gas Plant	0.00	Solar Energy	Solar PV Plant capable to produce 1 MW or more Power	0.00
	Poultry & Dairy based large scale Bio-gas Plant	0.00		Solar Cooker assembly Plant Solar Cooker assembly Plant	0.00
Hydro-Pow	Hydropower (Pico, Micro & Mini)	0.00		Solar Water Heater Assembly Plant	0.00
Wind-Power	Wind Energy driven Power Plant	0.00		Solar Air Heater & Cooling System Assembly Plant	0.00
				Solar Energy Driven Cold Storage	0.00
				Surface Water Purification Plant using Solar Pump	0.00

Energy Efficiency	
Amount (in million Taka)	Amount (in million Taka)

Substitution of Conventional Lime Kiln by Energy Efficient Kiln	0.00	Energy efficient Improved Cook Stove(ICS)/ICS Renewable/Hybrid Cook Stove Assembly Plant	0.00
Substitution of Conventional lighting system, electronic material, Boiler with energy efficient alternatives on the basis of Energy Audit	0.00	LED Bulb/Tube Manufacturing Plant	0.00
Auto sensor power switch assembly Plant	0.00	LED Bulb/Tube Assembly Plant	0.00
Waste Heat Recovery System	0.00		

Solid Waste Management	
Amount (in million Taka)	Amount (in million Taka)

Methane Recovery from Municipal waste & to produce Power		Auto sensor power switch assembly Plant	
Municipal waste to Compost		Hazardous waste treatment facility	

Liquid Waste Management

	Amount (in million Taka)		Amount (in million Taka)
Biological Effluent Treatment Plant (ETP)	0.00	Waste Water Treatment Plant	0.00
Combination type (Chemical +Biological) of ETP	0.00	Sewage Water Treatment Plant	0.00
Conversion of Chemical ETP to Combination type (Chemical+ Biological) of ETP	0.00	Central Effluent Treatment Plant	0.00

Alternative Energy

Amount (in million Taka)

Production of Burnable Oil from waste Tire by the Process of Pyrolysis	0.00
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Fire Burnt Brick

	Amount (in million Taka)
Setting up of Hybrid Hoffman Kiln(HHK)/Tunnel Kiln/equivalent technology in Brick manufacturing Industry	0.00

Non Fire Block Brick

	Amount (in million Taka)
Compressed Block-Brick	0.00
Autoclaved Aerated Concrete	0.00

Recycling & Recyclable Product

	Amount (in million Taka)		Amount (in million Taka)
Waste Paper Recycling Plant for production of recycled paper	0.00	Recyclable Poly Propylene Thread & Baggage Manufacturing Plant	0.00

Plastic Waste Recycling Plant (PVC, PP, LDPE, HDPE, PS)	0.00	PET Bottle Recycling Plant	0.00
Recyclable Baggage Manufacturing Plant	0.00	Solar Battery Recycling Plant	0.00
Used Lead Acid Battery Recycling Plant	0		

Green Industry

	Amount (in million Taka)	
Establishment of Green Industry	0.00	

Safety and Security of Factory

	Amount (in million Taka)	
Ensuring Work Environment and Security of Workers of Textile and Garments Industry	0.00	

Miscellaneous

	Amount (in million Taka)	
Vermicompost	0.00	
Palm Oil Plant	0.00	

Others	
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	Amount (in million Taka)
	0.00
	0.00
	0.00