

Financing for SDGs



Breaking the Bottlenecks of Investment from Policy to Impact

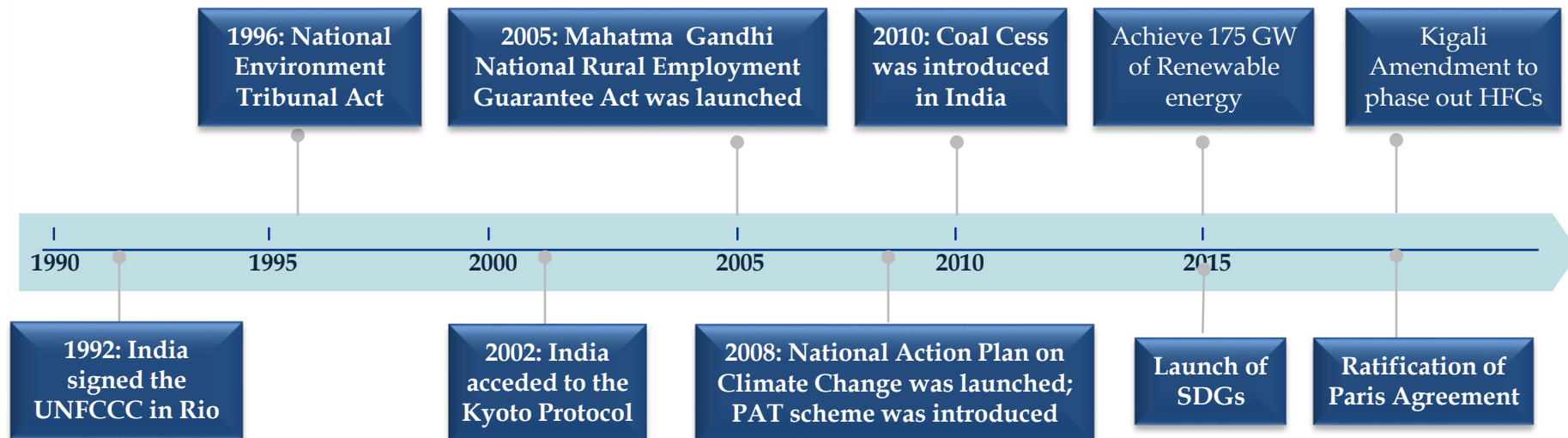
“Be the change that you wish to see in the world”: Mahatma Gandhi

**YES BANK
NAMITA VIKAS
11th June, 2018**



Evolution of Sustainable Development

YES BANK



Sustainable Development in India

Economic

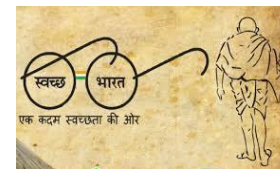


#startupindia

Social



Environmental



Investment Opportunities aligned to sustainable sectors



**Climate-Smart Urban
Transport Infrastructure**
USD 250 billion



Green Buildings
USD 1.4 trillion



**Electric
Vehicles**
**USD 667
billion**



**Climate-Smart
urban water
infrastructure**
**USD 128
billion**



**India's
climate-smart
investment
potential
(2018-2030)**

**USD 3
trillion**



Renewable Energy
USD 448 billion



**Municipal Solid waste
management**
USD 11 billion



Climate-Smart Agriculture
USD 194 billion



Breaking bottlenecks to Sustainable Finance



Define and Classify Sustainable Finance



Create a National policy



Mainstream sustainable finance through specialized institutions



Mandate Board-level Governance Committee



Encourage non-financial disclosures



Build capacities through structured interventions

'VISUALIZE, STRATEGIZE AND ACTUALIZE' Sustainable Financing

Products

- **Mobilize finance through innovative financial instruments-** *Sustainable Bonds (Green, Social and Blue bonds), Credit enhancement, securitization, blended finance*
- **Leverage technology/fintech** *to create Social and Financial inclusion products serving BoP*
- **Regular financing for climate-aligned sectors-** *Strengthening sustainable sectors by enabling financing through targets*

Practices

- **Risk mitigation framework-** *Mainstreaming ESG risk and integration with enterprise risk framework*
- **Mapping financing portfolio-** *Current financial portfolio to sustainable growth sectors*
- **Transparency and Disclosure-** *Methods to measure, monitor and disclose direct /indirect impact on environment and society, alignment with TCFD recommendations*

Capacity Building, Policy Advocacy and Thought Leadership

YES BANK's approach towards facilitating Sustainable Finance

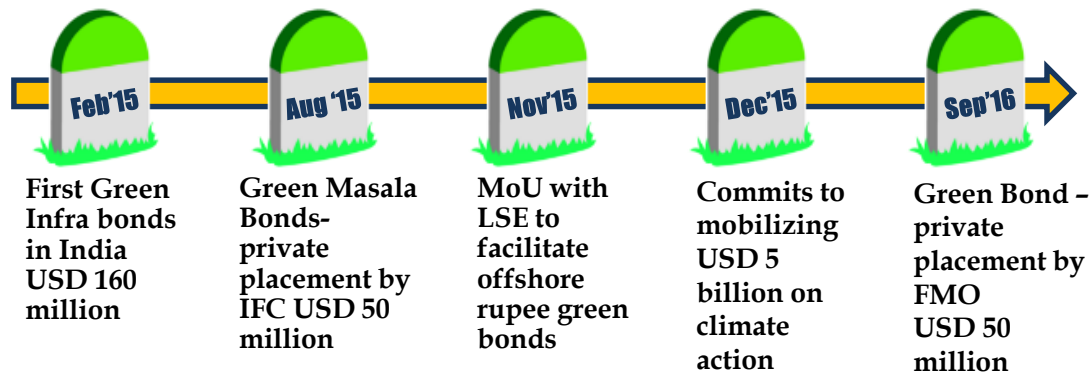
Market Creator versus Market Follower



Innovative mechanisms for financing SDGs

Green Bonds

Pioneered India's 1st Green bond in 2015



FMO
Entrepreneurial
Development
Bank

7 RENEWABLE
ENERGY



13 CLIMATE
ACTION



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Public-Private Partnership

Committed USD 24 million to fund Sewage Treatment Plant under Namami Gange project

Hybrid Annuity PPP Model

Construction Phase

Upto 40% of capital cost by Government

O&M Phase

60% of the cost paid as annuity along with O&M expenses

Yes Bank

Government

Private firm

6 CLEAN WATER AND SANITATION



17 PARTNERSHIPS FOR THE GOALS



राष्ट्रीय स्वच्छ गंगा मिशन
National Mission for Clean Ganga

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Risk Guarantees

1st Bank to partner with SIDBI under the World Bank initiative and Bureau of Energy Efficiency

With a 75% guarantee from SIDBI the loan amount ranges from USD 0.015 million to USD 2.2 million

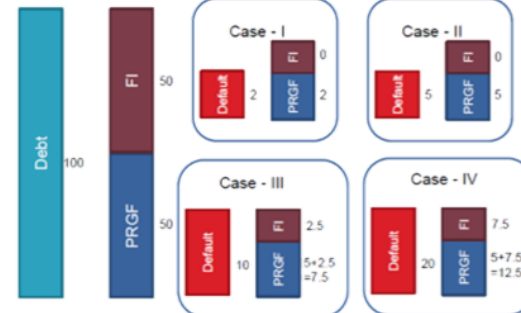


THE WORLD BANK



Partial Risk Guarantee for Energy Efficiency financing

First Loss: 10% of Guaranteed Amount
Remaining: Pari Passu



12 RESPONSIBLE CONSUMPTION



13 CLIMATE ACTION



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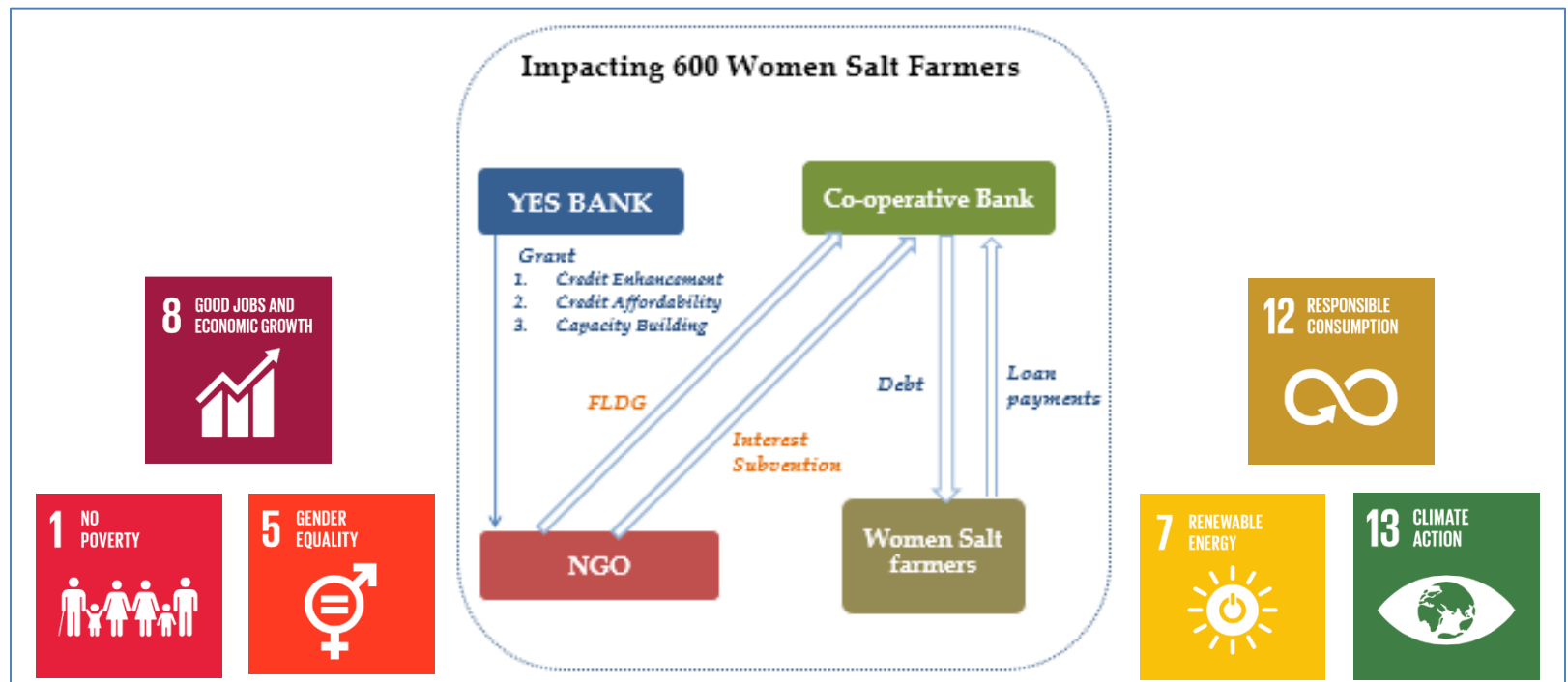
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Blended Finance

Undertaking a pilot project in transformational blended finance



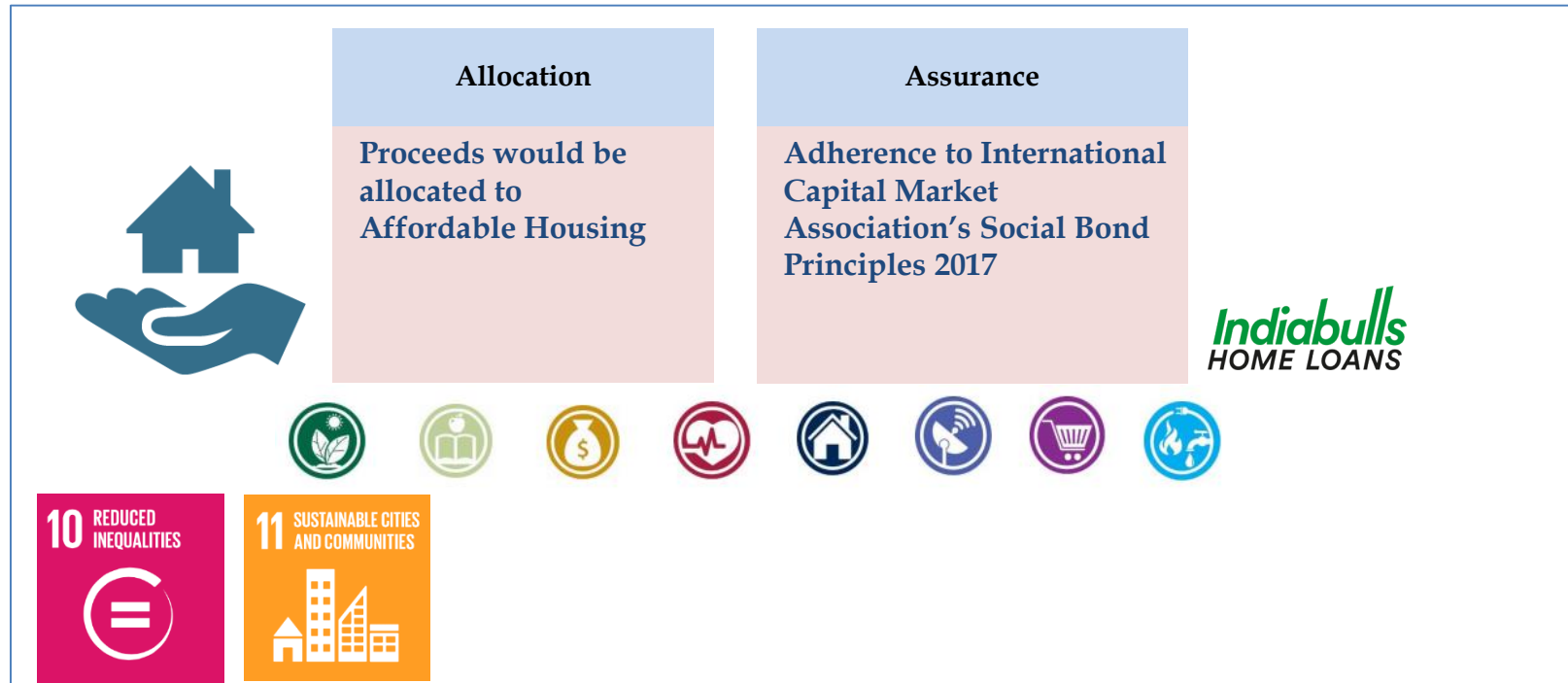
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Innovative mechanisms for financing SDGs










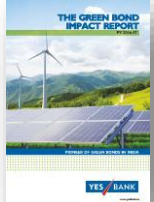



Green Bonds	Public-Private Partnership	Risk Guarantees	Blended Finance	Social Bond
Pioneered India's 1 st Green bond in 2015	Committed USD 24 million to fund Sewage Treatment Plant under Namami Gange project	1 st bank to partner with SIDBI under the World Bank initiative and Bureau of Energy Efficiency	Undertaking a pilot project in transformational blended finance	Sole arranger for India's First Social Bond in December 2017



Sustainable & Responsible Banking Leadership

YES BANK

VISION: Be the Benchmark Financial Institution for Inclusivity and Sustainability

<p>First Indian Signatory</p> <ul style="list-style-type: none"> Positive Impact Steering Group member Global Steering Committee member, 2013-2016 APAC Chair, 2013-2016 	<p>First Indian Signatory</p> <ul style="list-style-type: none"> Listed on the Carbon Disclosure Leaders Index for five consecutive years 	<p>First & Only Indian Bank</p> <ul style="list-style-type: none"> Listed on the DJSI - Emerging Markets for 3rd year in a row (2015, 2016 & 2017) <p>MEMBER OF Dow Jones Sustainability Indices In Collaboration with RobecoSAM</p>	<p>First & Only Indian Banking Signatory</p> <ul style="list-style-type: none"> Chair of Natural Capital Finance Alliance Steering Committee 	<p>Sole arranger for India's First Social Bond</p> <ul style="list-style-type: none"> Sole arranger & subscriber to India's First Social Bond, investing INR 1000 crores in December 2017 Proceeds would be allocated to Affordable Housing Adherence to International Capital Market Association's Social Bond Principles 2017 		
<p>First Indian Bank to launch Green Bonds</p> <ul style="list-style-type: none"> Launched India's First Green Infrastructure Bonds raising INR 1000 crores in February 2015 Green Masala Bonds - private placement by IFC for INR 315 crores in August 2015 Issued INR 330 crores of Green Bonds with FMO, on a private placement basis in September 2016 	<p>First Bank Globally to migrate to ISO 14001:2015</p> <ul style="list-style-type: none"> 744 locations certified with ISO 14001:2015 environment management standard   	<p>ESG Leadership</p> <p>MSCI 2017 Constituent MSCI ESG Leaders Indexes</p>  <p>MSCI 2017 Constituent MSCI SRI Indexes</p>  <p>FTSE4Good</p>  <p>Corporate Responsibility</p>  <p>rated by oekom research</p> 	<p>First Indian Bank to launch Green Bond Impact Report</p> 	<p>First Indian Bank to Support</p> 		
 <p>2008 2011 2012</p>	 <p>2013 2014 2015 2016 2017</p>	 <p>2012 2013 2014 2015 2017</p>	 <p>2014 2016 2017</p>	 <p>Best Community Initiative in Water 2017 Best Social Bank (mid-size) 2017</p>	 <p>SKOCH Blue Economy Award (Silver) 2017</p>	 <p>2016</p>