

E&S Exclusion List

Source of Income from these businesses and End use of Loan proceeds will come under the exclusion list

#	List of Exclusions
1.	Production or trade in any product or activity deemed illegal under host country laws or regulations or international conventions and agreements subject to international phase outs or bans, such as pharmaceuticals ¹ , pesticides, herbicides ² , ozone depleting substances ³ , polychlorinated biphenyls ⁴ and other hazardous chemicals ⁵ , wildlife or wildlife products regulated under the Convention on International Trade in Endangered Species of Wild Fauna and Flora (CITES) ⁶ , transboundary trade in waste or waste products ⁷ and unsustainable fishing methods such as blast fishing and drift net fishing in the marine environment using nets in excess of 2.5 kilometres in length.
2.	Production of, or trade in, arms (i.e., weapons, munitions or nuclear products, primarily designated for military purposes);
3.	Production of, or trade in, alcoholic beverages, excluding beer and wine ⁸
4.	Production of, use of, or trade in, unbonded asbestos fibres ⁹
5.	Production of, or trade in, radioactive materials including nuclear reactors and components thereof ¹⁰
6.	Prostitution
7.	Racist and/or anti-democratic media
8.	Any businesses, if any of the following activities represents a substantial portion of such business ¹¹ • Gambling, gaming casinos and equivalent enterprises⁸, • Tobacco⁸ or tobacco related products • Pornography

¹ A list of pharmaceutical products subject to phaseouts or bans is available at <http://www.who.int>.

² A list of pesticides and herbicides subject to phaseouts or bans is available at <http://www.pic.int>.

³ A list of the chemical compounds that react with and deplete stratospheric ozone resulting in the widely publicized ozone holes is specified in the 1999 Montreal Protocol on Substances that Deplete the Ozone Layer, together with target reduction and phaseout dates see www.unep.org/ozone/montreal.shtml. as may be amended from time to time

⁴ A group of highly toxic chemicals, polychlorinated biphenyls are likely to be found in oil-filled electrical transformers, capacitors, and switchgear dating from 1950 to 1985.

⁵ A list of hazardous chemicals is available at <http://www.pic.int>.

⁶ A list is available at <http://www.cites.org>.

⁷ As defined by the Basel Convention; see <http://www.basel.int>

⁸ This does not apply to project sponsors who are not substantially involved in these activities. Not substantially involved means that the activity concerned is ancillary to a project sponsor's primary operations.

⁹ This does not apply to the purchase and use of bonded asbestos cement sheeting where the asbestos content is less than 20%.

¹⁰ This does not apply to the purchase of medical equipment, quality control (measurement) equipment and any equipment in which the radioactive source could reasonably be considered to be trivial or adequately shielded

¹¹ Any businesses, if any of the following activities represents a substantial portion of such business

9.	Production or activities involving harmful or exploitative forms of forced labour ¹² or child labour ¹³ .
10.	Production or trade in wood or other forestry products other than from sustainably managed forests;
11.	Production of or trade in coal and related activities including without limitation, coal mining, beneficiation, power generation, trade, supply or infrastructure supporting to any of these.
12.	Activities prohibited by legislation of the host country or by international conventions relating to the protection of biodiversity resources or cultural resources, such as, Bonn Convention, Ramsar Convention, World Heritage Convention and Convention on Biological Diversity ¹⁴
13.	Commercial logging operations or the purchase of logging equipment for use in primary tropical moist forest or old-growth forests.
14.	Destruction ¹⁵ of high conservation value areas ¹⁶
15.	Marine and coastal fishing practices, such as large-scale pelagic drift net fishing and fine mesh net fishing, harmful to vulnerable and protected species in large numbers and damaging to marine biodiversity and habitats.
16.	Shipment of oil or other hazardous substances in tankers that do not comply with IMO requirements (IMO, MARPOL, SOLAS and Paris MOU) ¹⁷
17.	Any activity categorized as Category A (i.e., an activity of the Company which is likely to have significant adverse social or environmental impacts that are sensitive, diverse or unprecedented.
18.	In case of microfinance activities, the following items in addition to the Exclusion List: • production, trade, storage, or transport of significant volumes of hazardous chemicals, or commercial scale usage of hazardous chemicals. Hazardous chemicals include gasoline, kerosene, and other petroleum products.

¹² Forced labor means any work or service, not voluntarily performed, that is extracted from an individual under threat of force or penalty (including any kind of forced or compulsory labor, such as indentured labor, bonded labor or similar labor-contracting arrangements, or labor by trafficked persons).

¹³ Child labor means the employment of children whose age is below the host country's statutory minimum age of employment or employment of children in contravention of International Labor Organization Convention No. 138 "Minimum Age Convention" (www.ilo.org).

¹⁴ Convention on the Conservation of Migratory Species of Wild Animals (Bonn Convention) - <http://www.cms.int/>; Convention on Wetlands of International Importance, especially as Waterfowl Habitat (Ramsar Convention) - <http://www.ramsar.org/>; Convention Concerning the Protection of the World Cultural and Natural Heritage - <http://whc.unesco.org/en/conventiontext/>; Convention on Biological Diversity - <https://www.cbd.int/>

¹⁵ Destruction means the (1) elimination or severe diminution of the integrity of an area caused by a major, long-term change in land or water use; or (2) modification of a habitat in such a way that area's ability to maintain its role is lost.

¹⁶ High Conservation Value (HCV) areas are defined as natural habitats where these values are considered to be of outstanding significance or critical importance (<http://www.hcvnetwork.org>).

¹⁷ Non-compliance with International Maritime Organisation (IMO) requirements: tankers that do not have all required International Convention for the Prevention of Pollution from Ships (MARPOL), International Convention for the Safety of Life at Sea (SOLAS) certificates (including, without limitation, International Safety Management Code compliance), tankers banned by the Paris Memorandum of Understanding on Port State Control (Paris MOU), and tankers due for phase out under MARPOL regulation 13G. No single hull tanker over 25 years old should be used

	• production or activities that impinge on the lands owned, or claimed under adjudication, by Indigenous Peoples (as defined in Standard 7 of the performance standards (IFC PS))¹⁸, without full documented consent of such peoples.
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¹⁸ As specified in the IFC's Performance Standards on Social & Environmental Sustainability, dated January 1, 2012. The Performance Standards are publicly available on the IFC website