



Asian Business Forum 2016 on

Risk Reduction and Resilience Building

By: Gene David

**Department Head – Program Management Department
Land Bank of the Philippines**

**April 20 to 21, 2016
Dusit Thani Hotel, Bangkok Thailand**



LANDBANK'S PROFILE



| | |
|--|---|
| Ownership | 100% National Government <i>Principal depository of the Philippine government</i> |
| Industry Ranking (as of 31 December 2015) | 4th largest bank in the Philippines <u>Asset Size:</u> <i>PhP 1,198.4 B or US\$ 26.6B</i> |
| Priority Sectors | <ul style="list-style-type: none">✦ Small Farmers and Fishers Cooperatives✦ Small and Medium Enterprises (SMEs)✦ Local Government Units (LGUs)✦ Environment-related Projects |



LANDBANK'S PROFILE



Corporate Governance
Ranking

Ranked **SECOND HIGHEST** in the
Corporate Governance Scorecard
among 40 GOCCs

International Standard
Certifications

ISO 14001:2004 Environmental
Management System (EMS)

ISO 9001:2000 Quality
Management System (QMS)

Reach and Network
(as of 31 December 2015)

418 Branches/Bank Units,
38 Lending Centers and
1,362 ATMs

LANDBANK'S Commitment to the Environment

MISSION - VISION

VISION

By 2018, LANDBANK will be the top universal bank promoting inclusive growth and improving the quality of life especially in the countryside through the delivery of innovative financial and other services in all provinces, cities and municipalities.

MISSION

To Our Clients and Publics:

We will use best technology solutions to deliver responsive financial and support services to our clients, while promoting sustainable development, and environmental protection.

To Our Employees:

We will develop and nurture talents that will exemplify the highest standards of ethics and excellence consistent with the best in the world.

ENVIRONMENTAL POLICY

LAND BANK OF THE PHILIPPINES CORPORATE ENVIRONMENTAL POLICY

In pursuit of its role as the dominant financial institution in countryside development, LANDBANK shall adhere and actively promote environmental protection and sustainable development by incorporating effective environmental management practices in all its agrarian and banking operations, services and decisions.

Towards this end, LANDBANK shall:

Compliance

- Comply with applicable environmental laws, regulations and covenants that it subscribes to;

Pollution Prevention

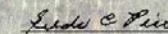
- Implement effective pollution control and waste management programs, practice conservation of natural resources and conduct appropriate environmental risk assessment and management;

Communication

- Enjoin its employees to be aware and be actively involved in the implementation of its Environmental Management System (EMS);
- Inform and influence its stakeholders including its clients, suppliers and business partners to align with the Bank's environmental management programs in their business operations; and

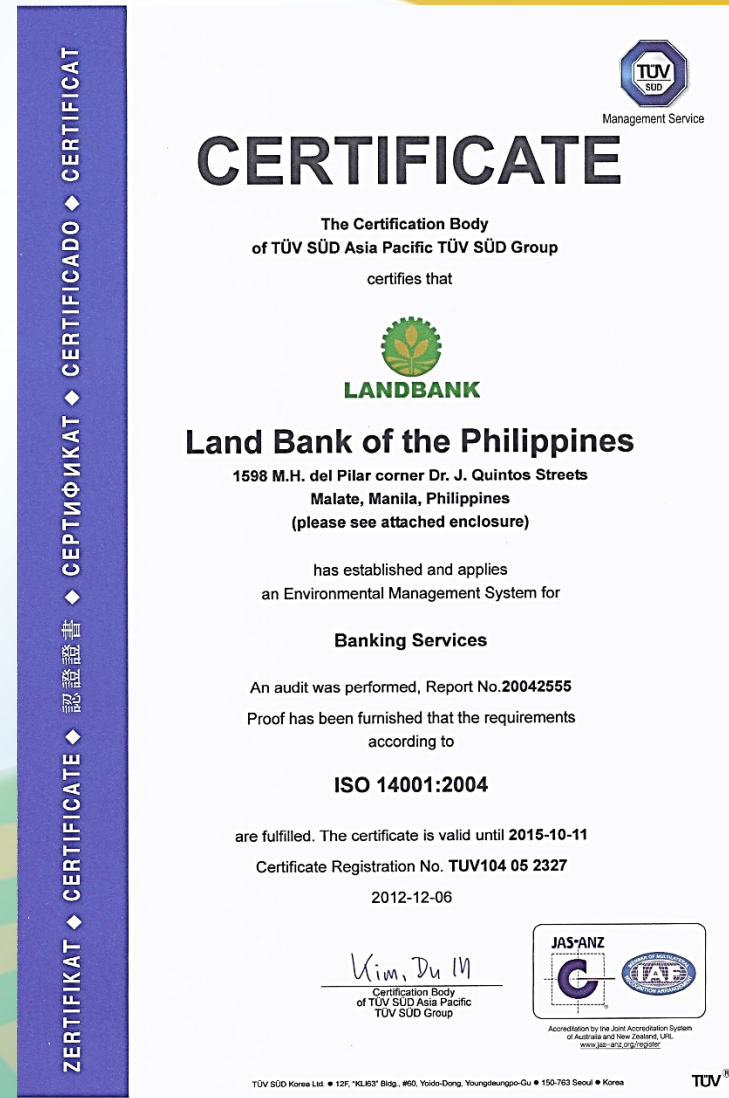
Continual Improvement

- Commit to continuously review and improve its environmental programs in response to changing needs and conditions.


GILDA E. PICO
President and CEO

LANDBANK's GREEN INTERNAL OPERATIONS

- Adoption of the Environmental Management System (EMS - ISO 14001:2004) in the Bank's Operation
 - Head Office and 32 Branches Nationwide
 - EMS Good Practices implemented in all branches nationwide
 - GHG accounting and reporting
 - Energy Efficiency Index (EEI) monitoring



LANDBANK'S GREEN PROGRAM FOR THE COMMUNITY



Maintains two (2) Corporate Social Responsibility (CSR) programs aimed towards environmental sustainability:



✦ The **Adopt-a-Watershed Program II** aims to rehabilitate 40 hectares of denuded watershed and forests nationwide



✦ The **Manila Bay SUNSET Partnership Program** focuses on clean-up and environmental awareness activities at the Manila Bay.



CLIMATE S.M.A.R.T (Synergistic Mitigation, Adaptation, Resiliency, and Transformation) Financing Program

Umbrella program for all climate-change related products and services of the Bank

Transformation

- Mitigation
- Adaptation
- Resiliency

Resiliency / Recovery Financing Programs



LANBANK Calamity Rehabilitation Support (CARES) PROGRAM

The program is available to the Bank's various existing and new customers who have been severely affected by calamity in areas that were declared under the state of calamity by the Office of the President or the Local Government Units.



Yolanda Reconstruction Program (YRP)



• Eligible Projects

-(Infrastructures of LGUS that were completely or partially damaged by Typhoon Yolanda)

- School and health facilities
- Local roads and bridges
- Sanitation, drainage & flood control
- Water supply
- Rehabilitation & upgrading of public facilities
- Ports(fish ports & commercial ports for small boats

•The LANDBANK Countryside Financial Institution (CFI) Calamity Assistance Program (CFI-CAP) is a joint program of the Bangko Sentral ng Pilipinas (BSP), Philippine Deposit Insurance Corporation (PDIC), and LANDBANK that aims to improve your liquidity against the adverse impact brought about by calamities. The CFI-CAP provides financial cushioning to sustain your long-term viability.

•Eligible Borrowers

- ☐ Rural banks, cooperative banks and thrift banks that were affected by typhoons, disasters and other natural calamities as declared by the Provincial Disaster Risk Reduction and Management Council (PDRRMC), or National Disaster Risk Reduction and Management Council (NDRRMC) of the affected areas

•Eligibility Criteria

- ☐ With loan portfolio affected by the calamity as validated by LANDBANK Lending Centers;
- ☐ With Capital Adequacy Ratio (CAR) of at least 10% prior to calamity based on the latest BSP validated CAR;
- ☐ Those with unrectified/uncorrected serious exceptions/ irregularities based on the latest BSP examination, and those with arrears prior to the calamity

•Available Credit Facility

- ☐ Term Loan – Rediscouting

•Maximum Loanable Amount

- ☐ Up to P10 million per CFI, provided that the amount shall not exceed the CFI's net borrowing capacity (based on LANDBANK formula/computation of NBC)

•Availability Period

- ☐ Within one year from the date of the declaration of the calamity by the

•PDRRMC or the NDRRMC Term of the Loan

- ☐ Maximum of seven years

•Repayment Term

- ☐ Quarterly payment for the principal and interest

•Interest Rate

- ☐ 4.5% per annum, fixed for the term of the loan

•Collateral

- ☐ Postdated checks



CFI Calamity Assistance Program (CFI-CAP)

•Empowering CFI's liquidity and cushioning the impact of calamities



LANDBANK
WE HELP YOU GROW.

•For more information, please contact:

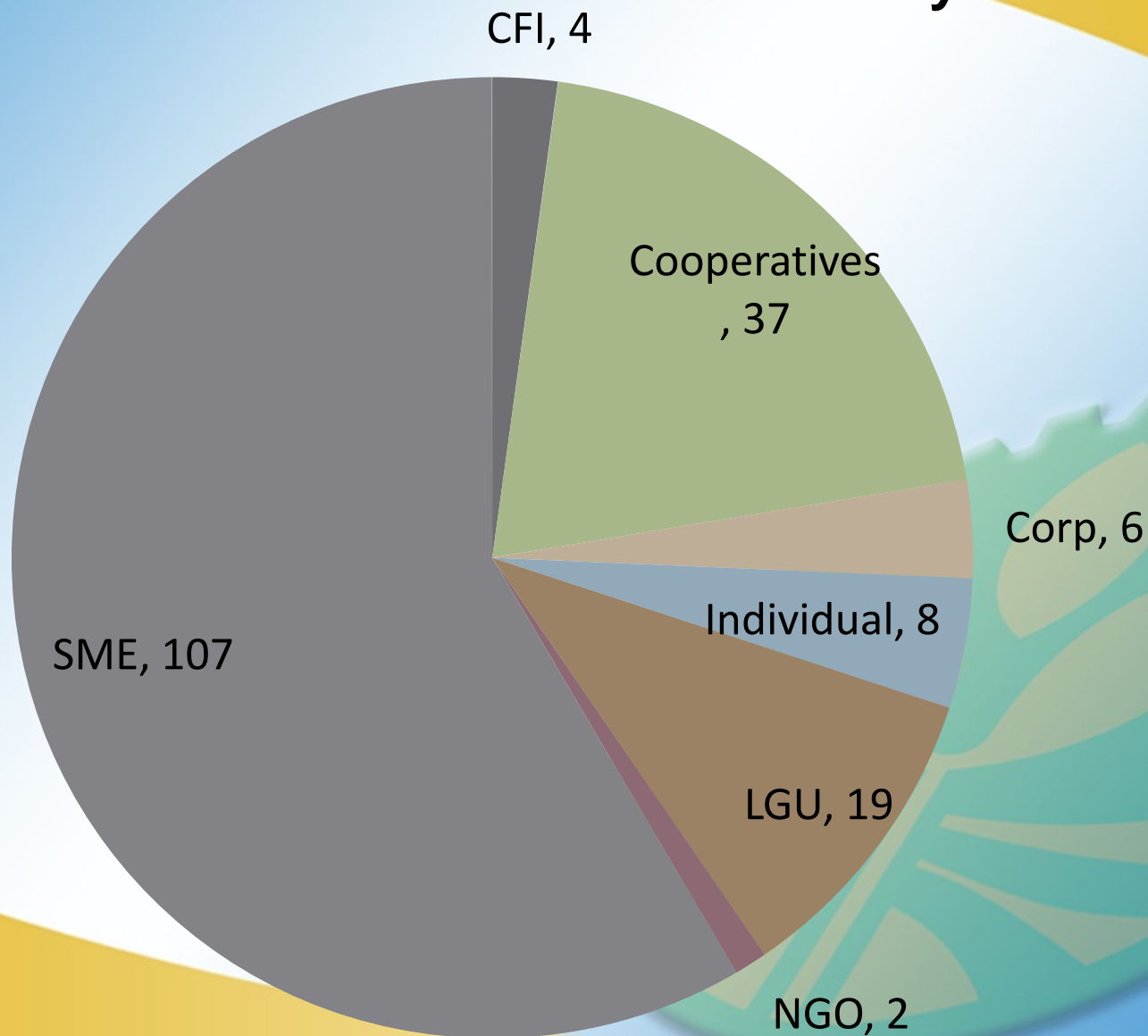
•LANDBANK Programs Management Department I
27th Floor, LANDBANK Plaza
1598 M.H. del Pilar corner Dr. J. Quins Streets
Malate, Manila
Tel. No. (02) 522-0000 locals 2579 and 2783
or the nearest LANDBANK Lending Center in your area

•landbank.com

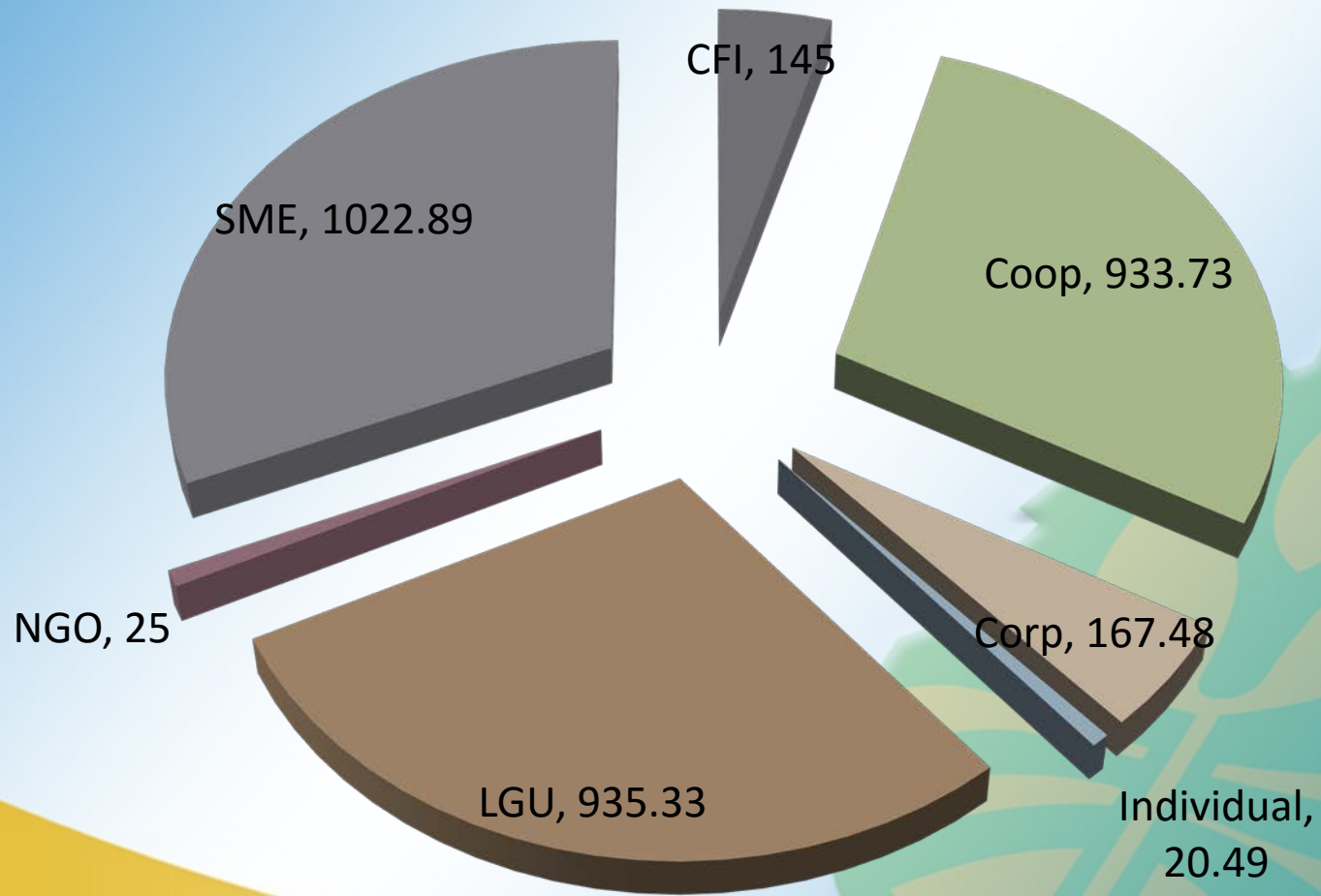


LANDBANK

Number of Beneficiaries in LBP's Recovery Financing



Amount in Millions



Mitigation Financing Programs



RENEWABLE ENERGY LENDING PROGRAM (RE Lending Program)

RE Lending Program provides financing for renewable energy and energy efficiency projects.



Eligible Projects

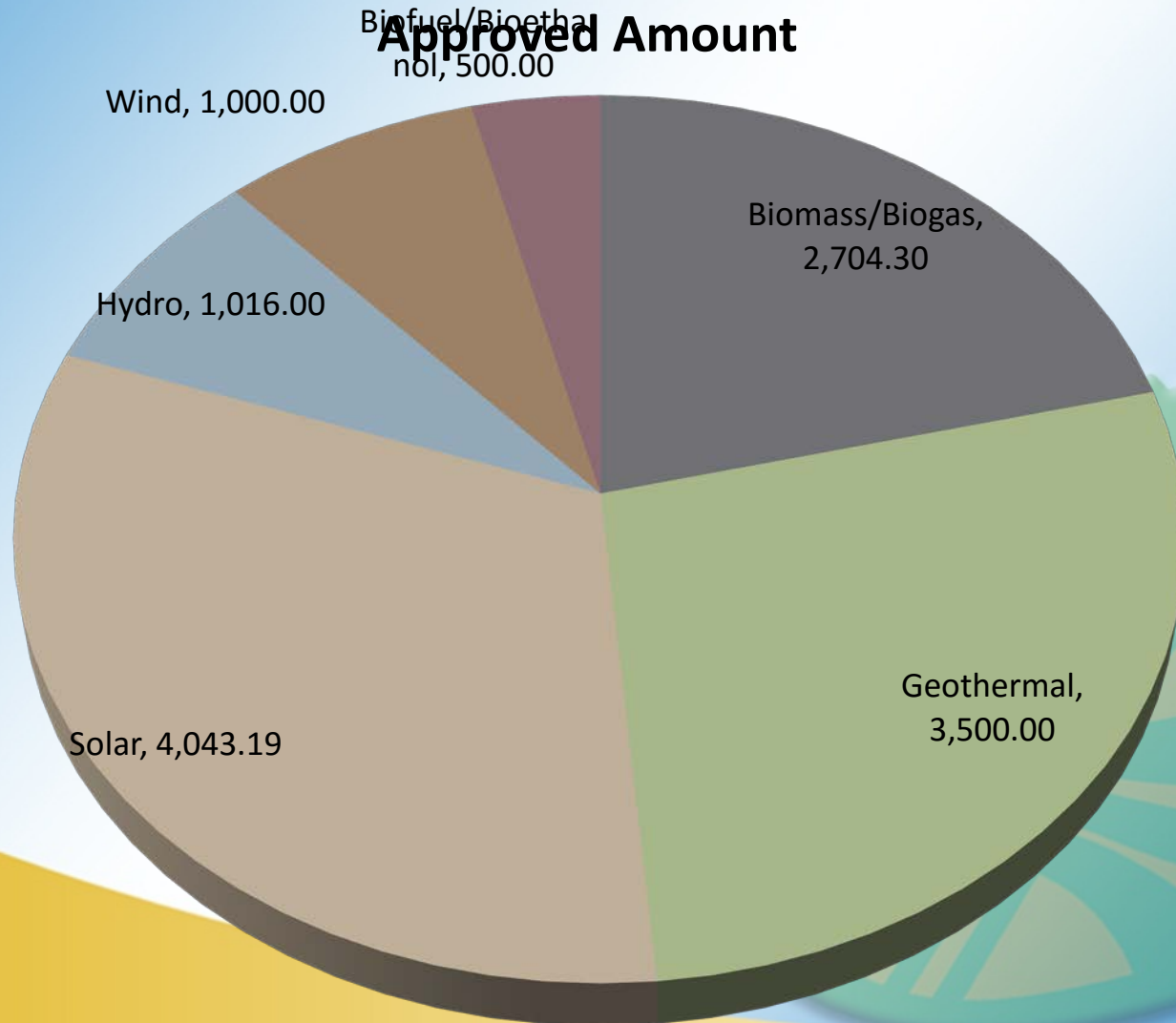
- Biomass
- Hydropower
- Wind Project
- Geothermal
- Solar

Energy efficient equipment / system projects like :

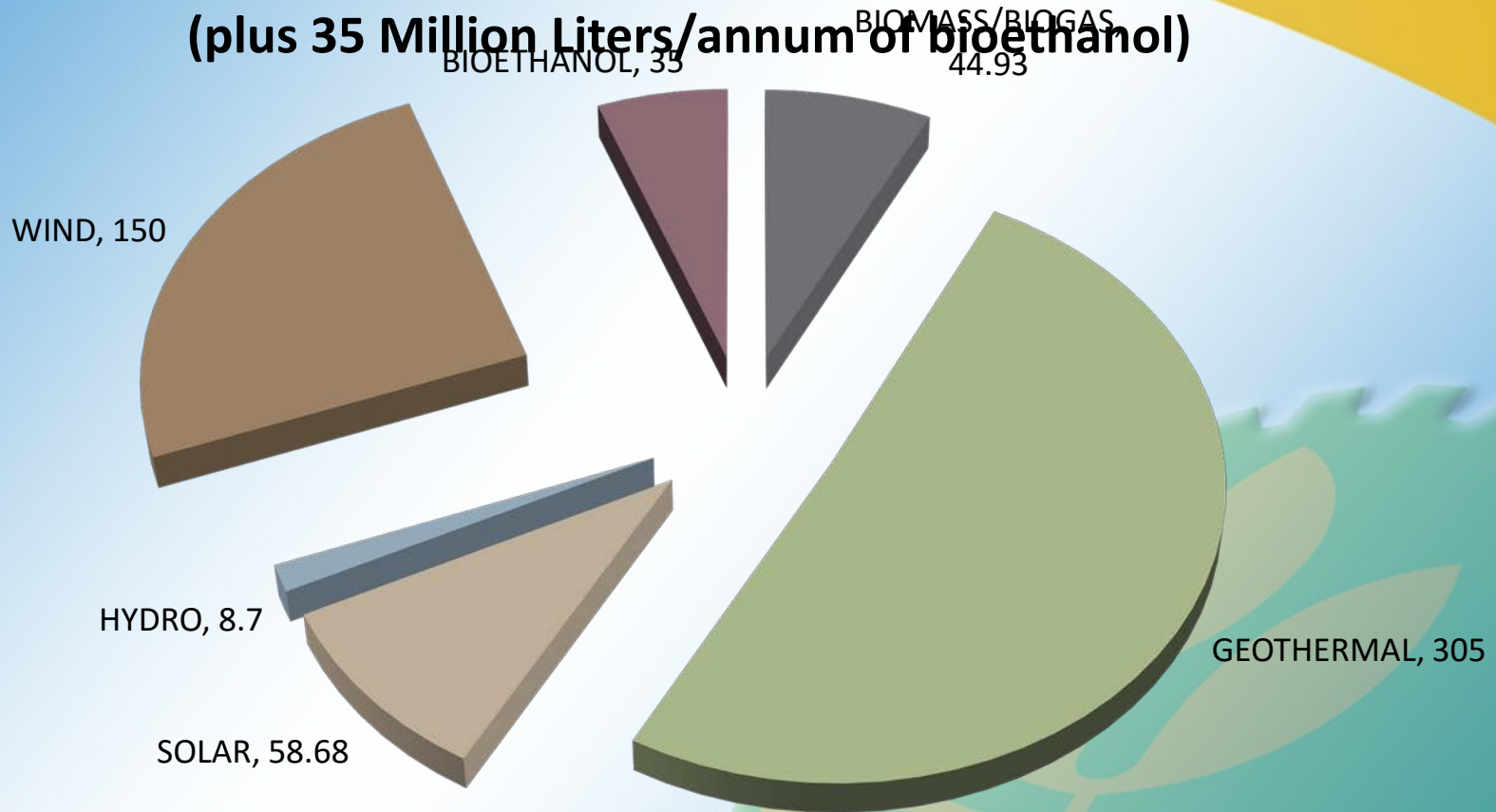
- efficient cooling equipment/system or lighting of a building
- energy efficient transportation vehicle or equipment



RENEWABLE ENERGY LENDING PROGRAM (RE Lending Program)

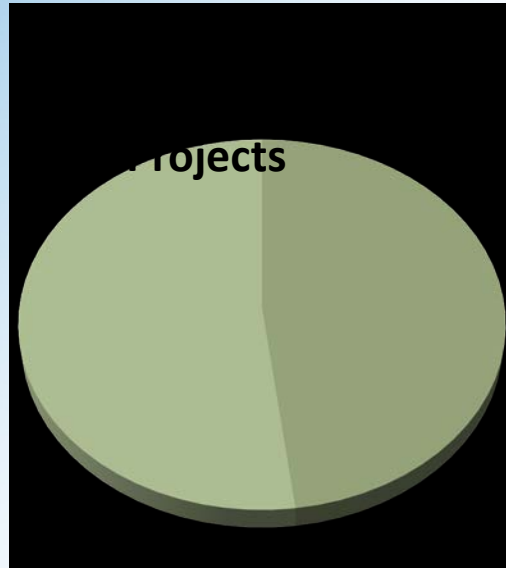


Financing Clean Power Production
Of a total of 4,969.635 MWh/year
(plus 35 Million Liters/annum of bioethanol)



Equivalent to Reduction of 9,193,825.86 tons of Carbon Dioxide

RENEWABLE ENERGY LENDING PROGRAM (RE Lending Program)



CARBON FINANCE SUPPORT FACILITY (CFSF)

CFSF is LANDBANK's flagship program for climate mitigation. It is a first-of-its kind program in the country to date, that offers financing and assistance to piggery, sanitary landfill, and mini-hydro projects in order to generate carbon credits.



MINI-HYDRO
POWER



ANIMAL WASTE
TO ENERGY



LANDFILL GAS TO
ENERGY

PROGRAM OF ACTIVITIES (POAs)

- **PoA for Animal Waste (Piggery)**
 - UNFCCC Reference No. 5979
 - Registered in May 2012
- **PoA for Landfill Gas to Energy**
 - UNFCCC Reference No. 6707
 - Registered in **July 2012**
- **PoA for Mini-Hydro**
 - UNFCCC Reference No, 8674
 - Registered in December 2012

CARBON FINANCE SUPPORT FACILITY (CFSF)

| Program of Activity (PoA) | Projected tons CO ₂ reduced per year | Estimated MWh Produced per year |
|---------------------------|---|---------------------------------|
| Animal Waste-to-Energy | 363,179 | 672,554 |
| Landfill Gas-to-Energy | 46,758 | 86,589 |
| Mini-hydro Power | 575,157 | 1,065,106 |
| TOTAL | 985,094 | 1,824,249 |



AWARDS AND RECOGNITION

- **The Bank of the Year Award**

- Awarded by The Banker of the London Financial Times
“Oscars of the financial and banking industry”
- LANDBANK was recognized for our solid financial performance, prudent management, and disaster response and recovery efforts in the aftermath of typhoon Yolanda



AWARDS AND RECOGNITION

**LANDBANK is the 2015 Major Awardee by the
INTERNATIONAL BANKER:**

- **As Best Commercial Bank**
- **Best Innovation in Retail Banking**
- **Best Banking CEO of the Year (Asia)**



AWARDS AND RECOGNITION FOR CFSF

- Sustainable Business Award (2014) for Climate Change Category



- ✦ ADFIAP Award for LANDBANK's Carbon Finance Support Facility (2012)



Awards and Recognitions

- **Sustainable Business Award (2014)**
 - LANDBANK got the top award out of 22 companies that won
 - An affirmation of our sustainable and responsible business practices, as well as inclusive business models and innovative programs for improving livelihood of local communities



Awards and Recognitions

- **Excellence Award for Eco-Friendly Government Offices (2014)**

- Conferred by the DENR



Awards for outstanding development projects

- ➔ From ADFIAP

- ✦ Merit Award in the Environmental Development Category of the ADFIAP Awards 2013



Awards and Recognitions

- **Outstanding Business Sustainability Achievement Award**

→ From Karlsruhe Sustainable Finance Award



Loan facility extended to the
Municipal Government of
Sitangkai, Tawi-Tawi

Through the KfW-funded LIP
Supplemental II

Conferred by the European
Organisation for Sustainable
Development



AWARDS AND RECOGNITION

- **Asia Pacific Entrepreneurship Award**

- Most coveted award for entrepreneurs in Asia
- Recognized leadership in contributing to the growth of our business operations, and in helping the SME sector and other major development players



- **PCCI Excellence in Economy and Ecology Award**

LANDBANK's Environmental Programs and Practices



Thank
you



www.landbank.com