

# SBP GUIDELINES ON GREEN BANKING

**DATE:** Tuesday, February 26, 2019

**FEE:** PKR 12,500/- per participant

**VENUE:** IBP, M.T. Khan Road, Karachi

**TIMINGS:** 9:00 am to 5:00 pm

**5%**  
DISCOUNT  
on 3-5 nominations

**10%**  
DISCOUNT  
on 6+ nominations

**5%**  
DISCOUNT  
for all member  
Institutions of IBP

**LAST DATE OF REGISTRATION**  
February 25, 2019

**COURSE FACILITATOR**  
Mr. Saeed Afgan

## COURSE OVERVIEW

Green Banking acknowledges responsibility of the financial sector in supporting policy initiatives for transforming a country's economy towards a low carbon and climate resilient economy. It envisions inculcation of environmental consciousness as part of organizational culture and reorientation of banking products/services and operations to reduce environmental impact of banks and the economy. Thus, Green Banking is a paradigm shift from business as usual approach and has profound implications for strategic focus, financing & investment portfolio assessments/evaluations, development of financial instruments, products and services and consumption of natural resources in internal operations of banks/DFIs.

The objective of the Green Banking Guidelines (GBG) is to reduce vulnerability of banks/ DFIs from risks arising from the environment, fulfill their responsibilities for the protection of environment and provide finance to transform the economy into a resource efficient and climate resilient one. Banks/DFIs as facilitators of economic activities are directly vulnerable to environmental risks through the actions of their clients. While the primary responsibility of ensuring compliance with environmental laws and regulations rests with the borrowers, the banks/ DFIs are encouraged to put in place appropriate mechanisms to identify, assess and mitigate environmental risks and, thereby, prevent undue financial losses.

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The Institute  
of Bankers  
Pakistan



A Company Set Up Under Section 42 of the Companies Act, 2017

## COURSE CONTENTS

### First Session

- Introduction to Green Banking - Definitions and Key Concepts
- Rationale for Green Banking
  - Economic Implications for the GDP Growth
  - Social Justifications - Environmental Health Issues, Public Safety, Protection of Natural Resources like Air, Water and Natural Habitats etc.
  - Industry and Business Considerations - Trade tariffs, ISO 14001, Better Cotton Initiative, Cement Sustainable Initiative, Sustainable Apparel Association
  - Banking Considerations - Roles and Responsibilities of Commercial Banks
  - Linkages with Financial Inclusion, Poverty Reduction and Sustainable Development Goals
- International Best Practices on Green and Environment Related Initiatives
- Initiatives and Measures of State Bank on Green Banking

*Group Assignment - Role of Banks in Sustainable Economy*

### Second Session

- SBP's Green Banking Guidelines - Scope, Objective and Components
- Green Banking Policy - Components and Variants
- Organizational Structure for Implementation of Green Banking Policy
  - Management and Board of Directors
  - Green Banking Office and Chief Green Banking Manager
- Environmental Risk & Environmental and Social Risk Management Systems (ESRM)
- Requirements of Environmental Protection Agencies
  - Initial Environmental Examination and Environmental Impact Assessment
  - National Environmental Quality Standards
  - Other Key Environmental Requirements

*Group Assignment - Development of Green Banking Policy for a Medium Sized Bank*

### Third Session

- Procedures in a simple ESRM system
  - Environmental Risk Avoidance List
  - Environmental Due Diligence
  - Environmental Risk Rating

*Group Assignment - Development Environmental Due Diligence questionnaire*

- Environmental Covenants and Environmental Correction Plan
- Monitoring of Environmental Risks

*Group Assignment - Environmental Correction Plan with a Tannery Client*

### Fourth Session

- Potential of Green Business - Examples
  - Air Quality - Brick Kilns
  - Water Treatment Projects (Chrome Recovery, Caustic Recovery, Nickel Recovery etc.)
  - Energy Efficient Boilers
  - High Power Cogeneration in Sugar Industry
  - Water Recycling in Cement Industry
  - Renewable Energy

*Group Assignment - Identification of Other Business Opportunities*

Wrap Up - Key takeaways

Food for Thought: How to Develop a Culture of Environmental Consciousness in Banks

## WHO SHOULD ATTEND?

Recommended for staff of following Departments:

- Risk Management
- Product Development
- Compliance
- Audit
- Treasury

## FACILITATOR

**Mr. Saeed Afgan**

Joint Director, IH & SME Finance Department  
State Bank of Pakistan



FACILITY AVAILABLE

### CONTACT DETAILS:

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**NOTE: Payment should be made on or before the course start date in the name of "THE INSTITUTE OF BANKERS PAKISTAN".**  
Please send nominations/requests for participation at least two days before the training date.

**DONATE FOR THE SUPREME COURT OF PAKISTAN AND THE PRIME MINISTER OF PAKISTAN DIAMER-BHASHA AND MOHMAND DAMS FUND**

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