

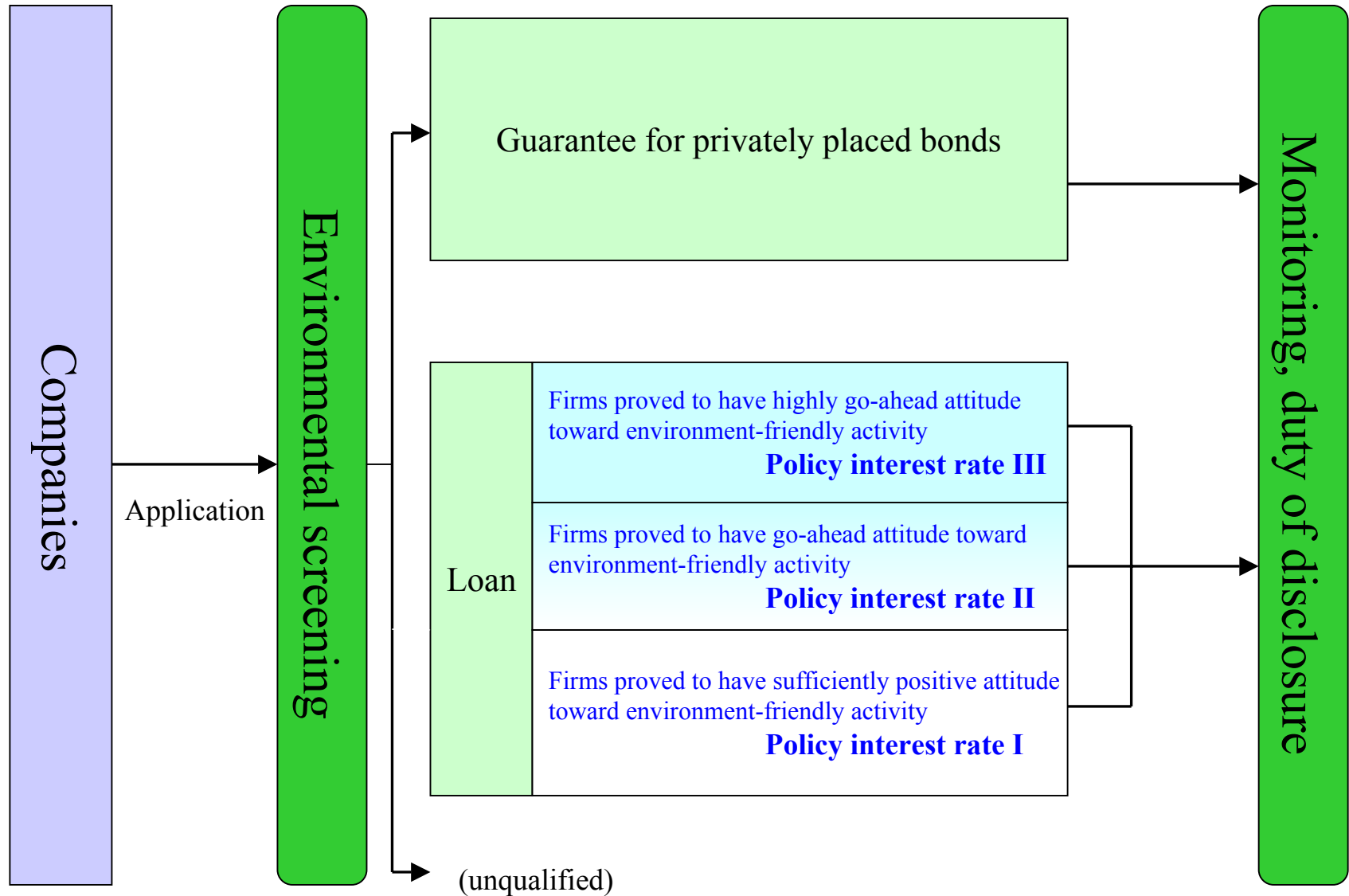
Policy based Loan Programs & a CDM Fund for SRI in Japan

Standard, Who Verifies, How to realize Value

Takayuki Yamamoto
Development Bank of Japan
July 16, 2004



Loans for promoting environmentally conscious management



Outline of Evaluation Items

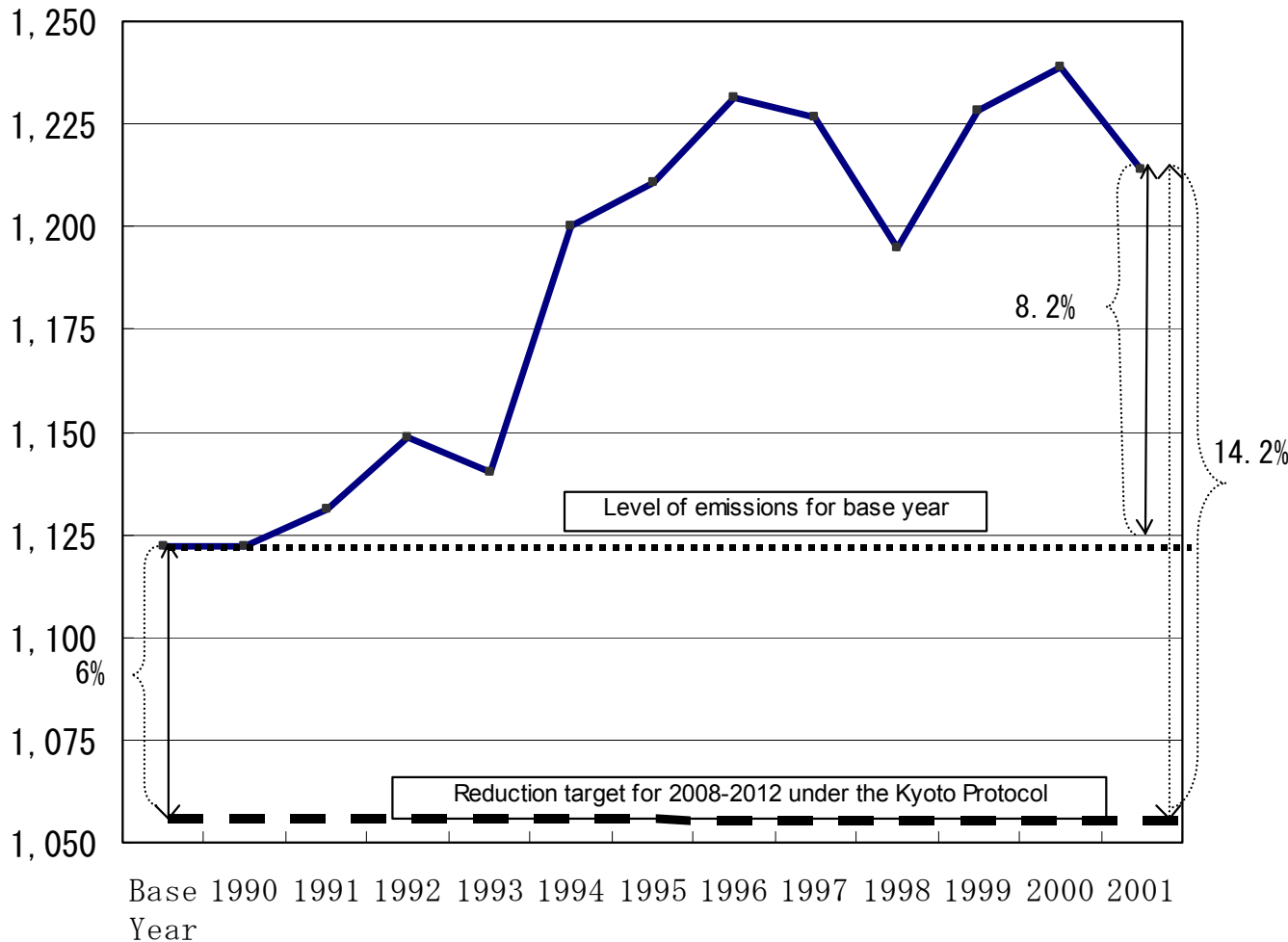
Example for Manufacturing Industry (processing/assembly)

Items for general management	Common/additional	A. Corporate governance B. Compliance C. Risk management D. Partnership E. Employees F. Disclosure of information
Items for business activities	Common/additional	G. Equipment Investment H. Development of products and services I. Environment-friendly considerations in supply chain J. Recycling of used products
Items for environmental performance	Common/additional	K. Measures against global warming L. Measures for effective use of resources M. Measures for water resources N. Management of chemical substances O. Other measures for environmental loads



Japan's CO2 Emissions

(mil. t CO₂)



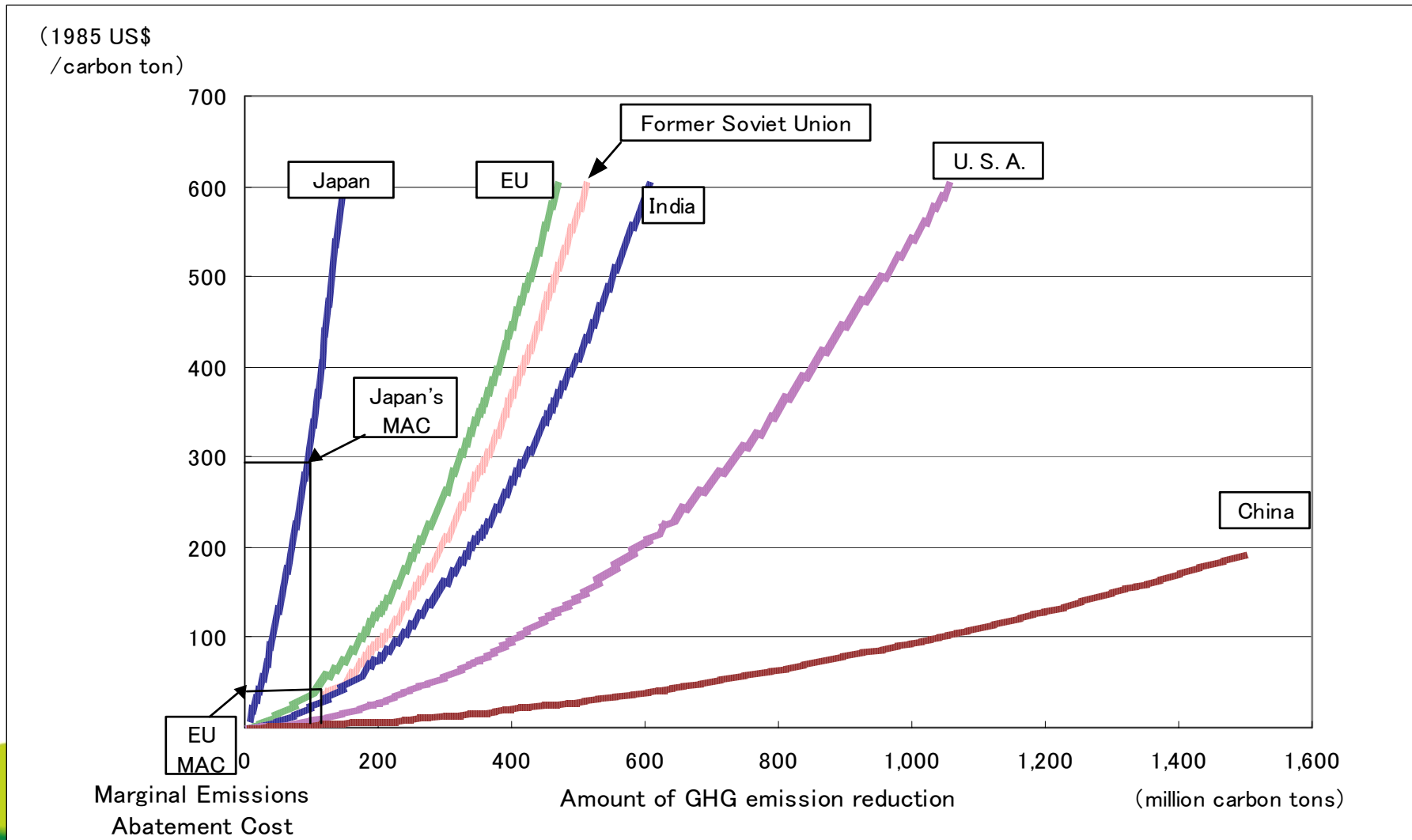
- by Industrial Sector is ▲5.1%

- by Transport Sector is +22.8%

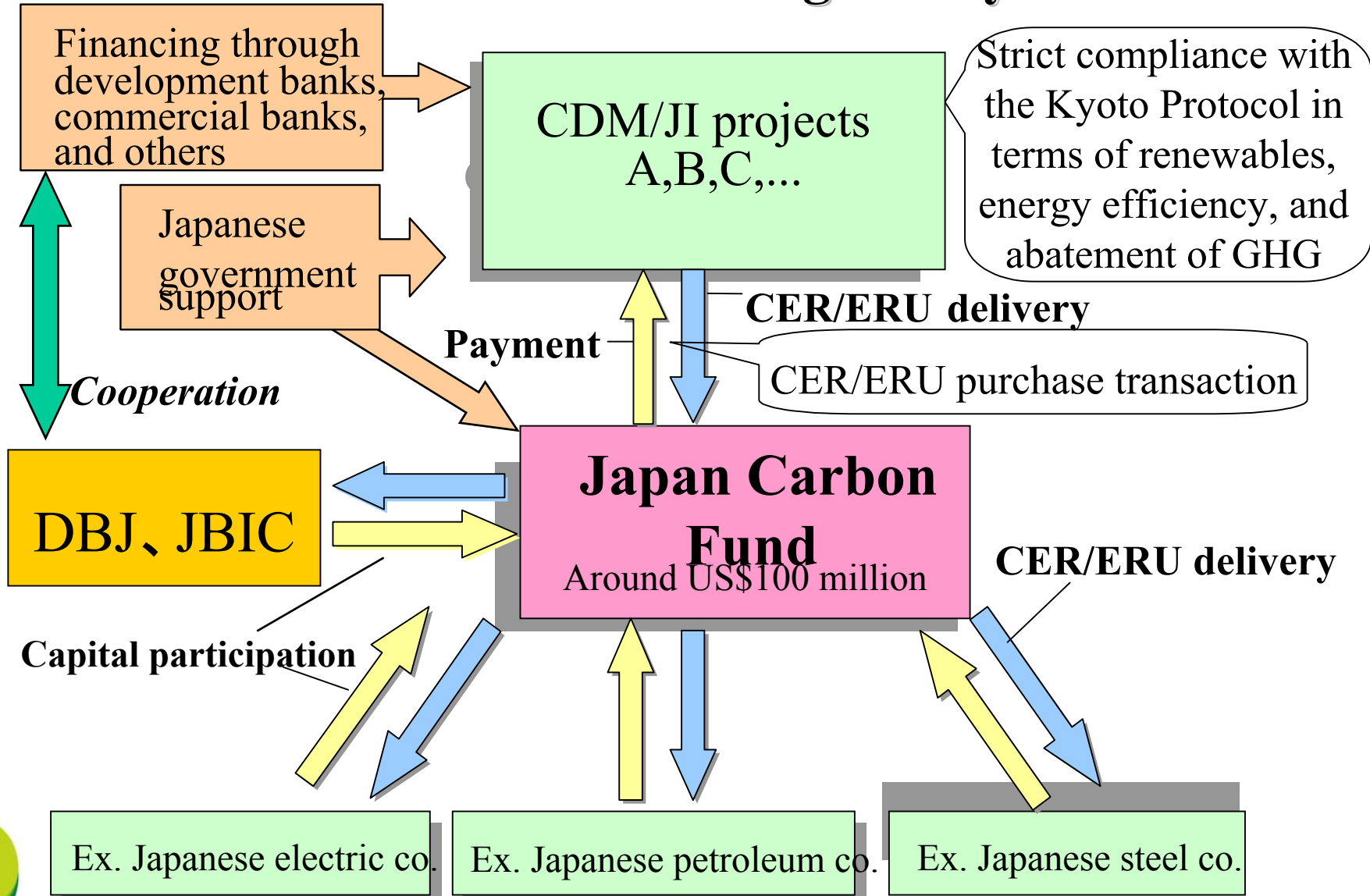
- by Residential/Commercial Sector is +25.5%

(FY2001/1990)

Example of marginal GHG emissions abatement cost curve



New Carbon Fund for Promoting the Kyoto Mechanism



Main Characteristics

~ Best mix of best practices ~

- ☞ Pure Carbon Financing
- ☞ Keen Attention to Sustainable Development
- ☞ Business Cooperation with Development Financing Institutions in Host Countries
- ☞ Business Alliance with International Financial Organizations
- ☞ Support from the Japanese Government
- ☞ Reliable Buyer
- ☞ Flexibility as a Private-Led Fund
- ☞ Competitive Terms of Purchase Agreement

