

## ENVIRONMENT AND SOCIAL POLICY

### **OBJECTIVE & PURPOSE OF POLICY**

The Capital Trust Limited (hereafter “CTL”) is committed to promote environmental & social (E&S) sustainability in the entire range of its transactions to fulfill its mission by “*Empowering enterprises by providing financial assistance to those excluded from the mainstream banking sector*”. The company believes that E&S sustainability is fundamental to achieving outcomes consistent with its transition mandate and recognizes that projects that foster E&S sustainability rank among the highest priorities of its activities.

This Policy outlines the commitment of the company to comply with its E&S practices, applicable laws of the land and be responsive to existing and emerging global E&S concerns on a proactive basis.

The term “project” here refers to the defined set of business activities for which CTL’s financing is sought by a client and the set of business activities defined in the financing agreements and as approved by the Board of Directors or other decision-making body.

### **SPECIFIC OBJECTIVE OF THE E&S POLICY**

- Ensure lending is made to environmentally sustainable, socially acceptable and economically viable projects;
- Ensure and enhance effective environmental management and social development practices in all its existing or potential transactions;
- Ensure environmental and social safeguards as defined by the applicable Indian legislation are complied by all transactions;
- Ensure projects’ environmental and social risks are properly addressed throughout the investment tenure;
- Influence interested parties to carry out environmentally and socially responsible businesses and contribute to overall goal of sustainable development;
- Ensure transparency in company’s Environmental Management Systems & Procedures activities.

### **REVIEW**

This policy shall be reviewed once in a year to ensure the alignment of the policy with the mission and business objective of the organization.