

Equator Principles III Reporting – FY17

The CBA Group became a signatory to the Equator Principles III (EPIII) in May 2014. The EPIII are a set of standards to assess, mitigate, manage and monitor Environmental and Social risk in project related financing.

Equator Principles III and CBA

The Equator Principles have evolved over time. The third iteration, EPIII, reflects the latest global developments in environmental and social risk management practices and associated governance around compliance.

By adopting EPIII, CBA builds on its commitment to responsible lending and formalises the reporting of our environmental and social risk practices.

CBA's EPIII practices and controls are embedded in CBA's loan origination policies, processes, key decision forums and reporting systems.

In addition to the initial EPIII face to face training, this year the relevant risk, relationship and product teams completed e-learning on Equator Principles III.

CBA's EPIII Reporting

For the year July 2016 through to financial year ending June 2017, figure 1 shows 14 EPIII qualifying deals reached financial close. 13 deals were project finance (refer figure 2), and there was one UK solar power category B project related corporate loan.

Project financing included various major infrastructure projects and power generation in wind, solar and gas. Refer to Figure 3 below for details.

Figure 1. Number of qualifying deals by category

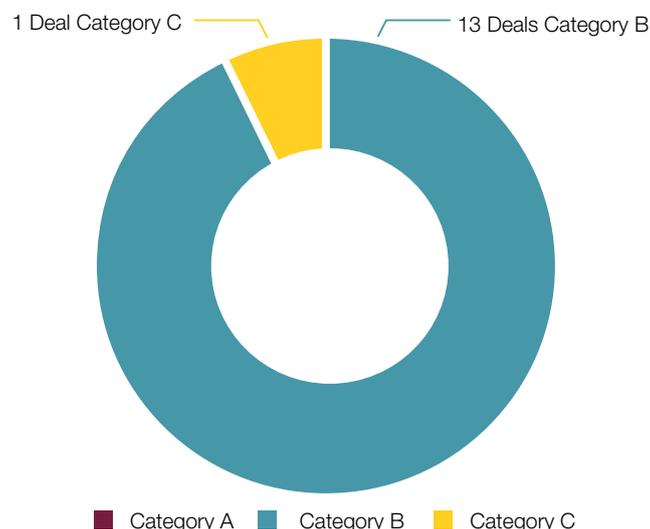


Figure 2. Project Finance

EPIII Category by Sector, Region, Country and Independent Review

EPIII Category	A	B	C
Totals		12	1
Sector			
Mining			
Infrastructure		6	
Oil and Gas			
Power		6	1
Others			
Region			
Americas		4	
Europe, Middle East & Africa		1	
Asia Pacific		7	1
Country Designation			
Designated		12	1
Non-Designated			
Independent Review			
Yes		10	1
No		2	

Figure 3. Naming of the Project Finance Transactions

Project Name	Sector	Project Location	Year of Financial close
Vista Ridge Water Supply Project	Infrastructure	United States	2016
WestConnex M4	Infrastructure	Australia	2016
Mortlake Pipeline	Infrastructure	Australia	2016
Port of Melbourne	Infrastructure	Australia	2016
Calvary Hospital	Infrastructure	Australia	2016
Grafton Prison PPP	Infrastructure	Australia	2017
Sapphire Wind Farm	Power	Australia	2016
Merkur Offshore Wind Farm	Power	Germany	2016
Bungala One Solar Farm	Power	Australia	2017
Whitsunday, Hamilton & Gannawarra Solar	Power	Australia	2017
CPV Fairview Energy Center	Power	United States	2017
Southland Repowering Project	Power	United States	2017
Lackawanna Energy Center	Power	United States	2016