

Lloyds TSB Equator Principles 2008 Report

Lloyds TSB adopted the Equator Principles in January 2008, and this is our first full report since adoption. The Equator Principles are voluntary guidelines which promote socially responsible conduct and sound environmental practices in relation to Project Finance, and seek to provide a framework against which lending can be assessed. The principles apply to all new Project Finance arrangements above US\$10 million. Equator Principles Financial Institutions (EPFIs) are committed to reporting annually on their EP activities.

At the time of adopting the Principles we trained all Project Finance staff on the impact of the Principles, together with a wider training programme to raise awareness amongst staff and inform them of the internal processes and available support (including dedicated Environmental Risk team and external environmental consultancies) in order to ensure our compliance.

A reporting process has been developed to capture information on within scope Project Finance deals. Work is currently in progress to develop and implement a single organisation-wide method of data capture and reporting of EP transactions across Lloyds Banking Group. In parallel, revised Environmental and Reputational risk policies are being drafted to strengthen the identification, assessment and management of these risks within the organisation.

The tables below show the Equator Principles reporting for Lloyds TSB from adoption on 31 January 2008 through to 31 December 2008.

Deals	A	B	C	Total
Completed	–	5	6	11
In progress	–	1	1	2
Not completed	–	10	1	11
Sub-total	0	16	8	24

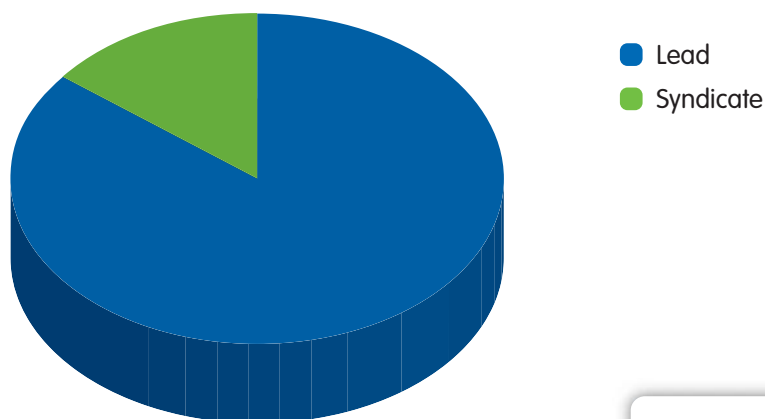
Geography of completed transactions

	A	B	C	Total
US	–	1	4	5
Europe	–	3	2	5
Middle East	–	1	–	1
Sub-total	0	5	6	11

Industry of completed transactions

	No.	£m
Renewables	6	263.3
Infrastructure	1	400
Energy and Utilities	4	305.6
Total	11	968.9

Lead vs. syndicate participation £m



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