**Statement on Corporate Social Responsibility (CSR) Initiatives**

**Name of the Bank/FI: United Finance Limited**

**For the Period: January 01, 2022 to June 30, 2022**

**A. CORPORATE GOVERNANCE**

Please provide a short description of the initiatives of institutionalizing corporate governance framework for the purpose of safeguarding the interests of shareholders and adding value to customers, shareholders, partners, and employees, alike.

**B. POLICY ISSUES**

|  |  |  |  |
| --- | --- | --- | --- |
| **SL. No.** | **Issues** | **Yes/No (If applicable)** | **Data** |
| 1 | Is BB’s latest policy (SFD Circular No. 1/2022) acquainted with the Board/competent authority? | On Process | We follow BB SFD Circular No. 1/2022 and preparing a policy for Board. |
| 2 | Is there any net profit after tax as of the previous year? | Yes | 22.22 Crore |
| 3 | Is CSR related ToR being complied with? | Yes |  |
| 4 | Is there any external implementing agency/third party/foundation assigned to conduct CSR activities? | No |  |
| 5 | Is there any MOU signed between the bank/FI and the foundation/third party? | No | If ‘yes’, please provide a copy of the MOU. |
| 6 | Is CSR budget approved by the board/competent authority? | Yes | Annexure 1 |
| 7 | Is there any CSR allocation in favor of any entity/directors/senior management members of the bank/FI/trustees of its foundation? | No |  |
| 8 | Is there any end use monitoring mechanism as per paragraph 14.7 of SFD Circular No. 1, dated 9 January 2022? | Yes | Will be available by the year end. |
| 9 | Are all end use monitoring records available for inspection by internal/external audit and BB supervision officials as per paragraph 14.8 of SFD Circular No. 1, dated 9 January 2022? | Yes |  |
| 10 | Is there any screening process of CSR projects? | Yes | Annexure 2 |
| 11 | Is there any safety and wellness initiative taken for the employees? \* | Yes | Total Cost BDT 39,050.00/- for the employees of Sylhet Branch. |
| 12 | Is there any additional CSR expenditure other than the annual CSR budget approved by the Board? | No | If ‘yes’, please mention the amount, event, and purpose of it. Provide a copy of revised CSR budget and the board approval.  |

\* Safety and wellness initiatives taken for the employees in case of emergency situation.

**C. QUALITATIVE ISSUES FOR SUSTAINABILITY RATING**

|  |  |  |  |
| --- | --- | --- | --- |
| **SL. No.** | **Components** | **Yes/No (If applicable)** | **Data** |
| **Policy** |  |  |
| 1. | Due Diligence check list for CSR project? | Yes | Annexure 3 |
| 2. | Any undue intervention by the BoD for CSR approval?  | No |  |
| 3. | Penalty imposed for non-compliance of CSR issues?  | No |  |
| 4. | Minimum (20%) women employees in the work place?  | Yes |  |
| 5. | Separate transportation facilities for women employees?  | No |  |
| 6. | Harassment policy in the work place, reviewed or not?  | Yes |  |
| 7. | Participation in Daycare Center; Own/Combined?  | No |  |
| 8. | Minimum (25%) of CSR Expenditure in rural areas?  | Yes |  |
| **Disclosure** |  |  |
| 9. | CSR Activities Disclosed in Annual Report?  | Yes |  |
| 10. | CSR Activities Disclosed in Print/Electronic Media?  | Yes |  |
| **In House CSR Activities** |  |  |
| 11. | Scholarship for employee’s children? \*\* | No |  |
| 12. | Medical facilities for employees or their dependents? \*\*\* | Yes | Number of Employee: 591Number of Dependents: 912Total Cost: BDT 2,986,061.67/- |
| 13.  | Safety measures in the work place?  | Yes |  |

\*\* Scholarship can be provided to employee’s children if the employee/staff is from lower grade.

\*\*\* Medical facilities can be provided to employees or their dependents if they are in extremely dire situation.

**D. BUDGETARY ISSUES**

|  |  |  |
| --- | --- | --- |
| **Sl. No.** | **Topics** | **Amount *(in crore tk.)*** |
| 1 | Operating profit in the previous calendar year | 32.06 |
|  | a) Operating profit in the first half of the previous calendar year | 13.05 |
|  | b) Operating profit in the second half of the previous calendar year | 19.01 |
| 2 | Net profit after tax in the previous calendar year | 22.22 |
| 3 | Total CSR budget approved by the Board | 0.50 |
| 4 | Total CSR expenditure in the current half-yearly period  | 0.08 |
| 5 | Total CSR expenditure in the previous half-yearly period | 0.00 |
| 6 | In case of Shariah based Islami Banks - | N/A |
|  | a) CSR expenditure from net profit after tax | N/A |
|  | b) CSR expenditure from compensation realized account, Zakat fund, doubtful income, and alike | N/A |
| 7 | In case of Foreign Banks - | N/A |
|  | a) CSR expenditure from net profit after tax | N/A |
|  | b) CSR expenditure from other sources of fund (foreign grants etc.) | N/A |
| 8 | Number of CSR projects | 2 |
| 9 | Number of CSR events | 0 |

**E. CSR EXPENDITURE**

|  |  |  |  |
| --- | --- | --- | --- |
| **Sl. No.** | **Sectors/Initiatives** | **Percentage of total CSR expenditure** | **Required rate as per SFD Circular 1/2022**  |
| 1 | Education  | 10% | 30% |
| 2 | Health  | 6% | 30% |
| 3 | Environment and Climate Change Mitigation & Adaption | 0% | 20% |
| 4 | Other sectors | 0% | 20% |

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
| **Sl. No.** | **Sectors/Initiatives** | **Purpose/ sub-sector** | **No. of beneficiaries**  | **Amount of CSR expenditure** ***(in crore tk.)*** |
| **By****own network** | **By****Foundation** | **By NGO/MFI/****GOVT & alike** | **Total** |
| 1 | **Education** *(Provide detail as per Annex-1)* | Prime Minister’s Education Assistance Trust |  |  |  | .050000 | .050000 |
| 2 | **Health** *(Provide detail as per Annex-2)* | Impact Foundation Bangladesh  |  | .030000 |  |  | .030000 |
| 3 | **Environment and Climate Change Mitigation & Adaption** *(Provide detail as per Annex-3)* |  |  |  |  |  |  |
| 4 | **Other sectors** |  |  |  |  |  |  |
| 4.1 | **Income Generating Activities**  |  |  |  |  |  |  |
| 4.2 | **Disaster Management**  |  |  |  |  |  |  |
| 4.3 | **Infrastructure Development** |  |  |  |  |  |  |
| 4.4 | **Sports and Culture** |  |  |  |  |  |  |
| 4.5 | **Other** |  |  |  |  |  |  |
|  |  | **Total** |  | **.030000** |  | **.050000** | **.080000** |

* In case of the sector 4, please specify the purpose / sub-sector as per **SFD Circular No. 1, dated 9 January 2022** with supporting documents.

**ANNEXURE-1**

**EDUCATION**

 **(***Amount in crore tk for six decimal digits)*

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
| **Activity** | **Name of institution & area** | **Number of projects/****events** | **Number of beneficiaries\*** | **Amount *(in crore tk for six decimal digits)*** |
| 1. Scholarship/stipends | - |  |  |  |
| a) Scholarship/stipends for the employee’s children | - |  |  |  |
| b) Scholarship/stipends for other than the employee’s children | Prime Minister’s Education Assistance Trust | 1 |  | .050000 |
| 2. Job focused vocational training | - |  |  |  |
| 3. Educational support towards mentally/ physically/ visually challenged children’s  | - |  |  |  |
| 4. Awareness raising / financial literacy related programs | - |  |  |  |
| 5. Related research issues | - |  |  |  |
| 6. Construction for upgrading of facilities in academic/ technical/ vocational training institutions |  |  |  |  |
| 7. Procurement of any study / research equipment / materials/ICT and science laboratories |  |  |  |  |
| 8. Other \* (Please specify) |  |  |  |  |
| **Total** |  | 1 |  | .050000 |

**\* Other:** Specify any other activity as per **SFD Circular No. 1, dated 9 January 2022** or any other necessary activity set by BB.

**ANNEXURE-2**

**HEALTH**

|  |  |  |  |
| --- | --- | --- | --- |
| **Activity** | **Number of projects/****events** | **Number of beneficiaries\*** | **Amount *(in crore tk for six decimal digits)*** |
| 1. Preventive healthcare support towards a group of people |  |  |  |
| 2. Curative healthcare support towards a group of people / individual patients | 1 |  | .030000 |
| 3. Cost of running of hospitals/diagnostic/clinics etc. |  |  |  |
| 4. Preventive public health and hygiene initiatives |  |  |  |
| 5. Safety and wellness initiatives for employees **(in emergency situation)** |  |  |  |
| 6. Free medicine/health equipment to individual / a group of patients |  |  |  |
| 7. Related research issues |  |  |  |
| 8. Other \* (Please specify) |  |  |  |
| **Total** | 1 |  | .030000 |

**\* Other:** Specify any other activity as per **SFD Circular No. 1, dated 9 January 2022** or any other necessary activity set by BB.

**\*** **Number of beneficiaries undefined yet.**

**ANNEXURE-3**

**ENVIRONMENT AND CLIMATE CHANGE MITIGATION & ADAPTION**

**a) Activities as per chapter 6.3 of SFD Circular No. 1/2022**

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
| **Activity** | **Name of institution & area** | **Number of projects/****events** | **Number of beneficiaries** | **Amount *(in crore tk for six decimal digits)*** |
| 1. Contribution to solar energy/power plants |  |  |  |  |
| 2. Assistance for the affected fishermen/livestock |  |  |  |  |
| 3. Tree plantation and coastal forestation programs |  |  |  |  |
| 4. Implementing pure drinking water and sanitation programs / developing efficient water irrigation and water management systems |  |  |  |  |
| 5. Construction and maintenance of roads, bridges, culverts, houses, cluster villages, growth centers, cyclone shelter, embankments, polders, submersible dykes, etc. |  |  |  |  |
| 6. Development of urban drainage/storm sewerage system |  |  |  |  |
| 7. Climate change related research work |  |  |  |  |
| 8. Other \* (Please specify) |  |  |  |  |
| **Total** |  |  |  |  |

**\* Other:** Specify any other activity as per **SFD Circular No. 1, dated 9 January 2022** or any other necessary activity set by BB.

**b. Socially Responsible Financing (SRF) – Amount in concessional rate**

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
| **Activity** | **Loan amount** | **Weighted average Cost of fund (%)** | **Stated interest rate (%)** | **Interest concession (%)** | **Amount of interest loss *(in crore tk for six decimal digits)*** |
| 1. Climate resilience and disaster management  |  |  |  |  |  |
| 2. Financing in green/clean transportation projects |  |  |  |  |  |
| 3. Financing in govt. approved eco-tourism projects |  |  |  |  |  |
| 4. Other \* (Please specify) |  |  |  |  |  |
| **Total**  |  |  |  |  |  |

**\* Other:** Specify any other activity as per **SFD Circular No. 1, dated 9 January 2022** or any other necessary activity set by BB.

|  |  |
| --- | --- |
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