



ENVIRONMENTAL  
SOFT  
LOAN  
PROGRAMME 

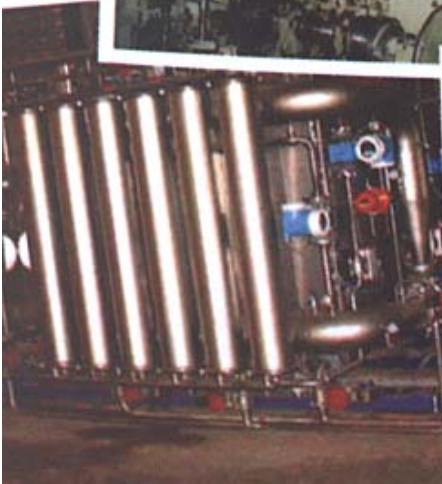
MINISTRY OF ENVIRONMENT  
Republic of Indonesia 

## OBJECTIVE

To improve environment quality in Indonesia by reducing pollution load through extending loans to enterprises including micro, small and medium enterprises for environmental investments.

## CREDIT SCHEMES

- \* Pollution Abatement Equipment (PAE-JIBC)
- \* Industrial Efficiency and Pollution Control (IEPC-KfW)
- \* Industrial Efficiency and Pollution Control Phase 2 (IEPC-KfW)
- \* Debt For Nature Swap Program : Environmental Investment for Micro and Small Enterprises



# ELIGIBLE ITEMS

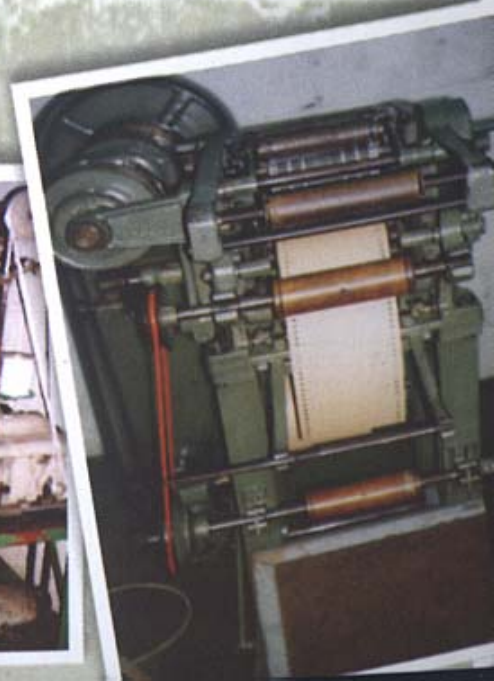
- \* **Pollution Prevention Equipment ;**
  - Cleaner Production equipment; energy efficiency and changing technology
  - Non Ozone Depleting substance (ODS) equipments
- \* **Recycling Industries**
  - All equipment to save natural resources and reduce wastes
- \* **End of Pipe Technologies :**
  - Wastewater Treatment Plants
  - Air Pollution Treatment Plants
  - Solid Waste Treatment Plants
- \* **Environmental Analysis Equipment**
  - Emission analysis equipment for auto repairs
  - Laboratory equipment
- \* **Financing Environmental materials :**  
raw materials and additive materials or substitution of bleaching agent
- \* **Certification of environmentally sound industries**
- \* **Consulting services.**

# TARGET GROUPS

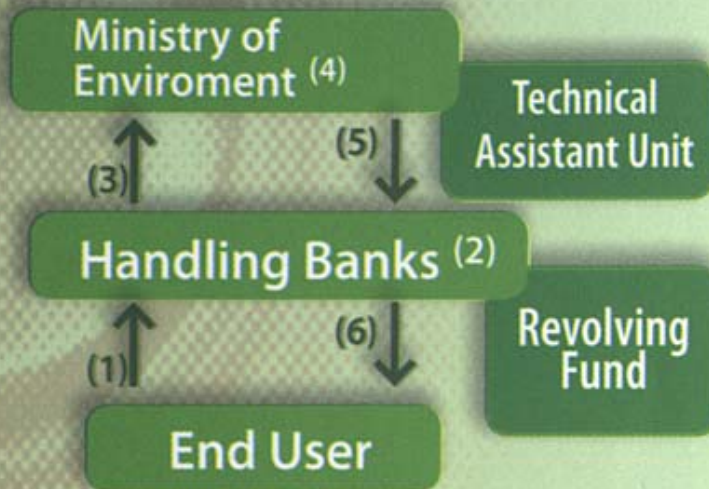
- \* Small Medium Enterprises
- \* Micro Enterprises including cooperative which are financially feasible but not necessary bankable
- \* Enterprises who potentially pollute the environment

## USAGE OF THE SOFT LOAN IS MEAN FOR VARIOUS TYPE OF ENVIRONMENTAL INVESTMENT FOR VARIOUS SECTOR , i.e :

- \* Handicraft producers
- \* Food processing home industries
- \* SME industries : pulp and paper, plastics, chemical and furniture
- \* Smallholder agriculture units
- \* Small-scale fishery and aquaculture units
- \* SME agribusiness
- \* Auto-repairs



## DISBURSEMENT MECHANISM



1. End user sends a request for handling bank for Environmental Investment
2. Handling bank analyzed financial aspect
3. Handling bank send a request for technical recommendation letter from MOE
4. MOE analyzed technical aspect
5. MOE send technical recommendation to handling bank
6. Handling bank disburse fund and the letter

## BENEFIT

### Financial :

- \* Low interest rate
- \* Long repayment period
- \* Grace period
- \* Saving cost and gaining profit

### Environmental :

- \* substantial pollution reduction
- \* pollution prevention
- \* natural resource and energy savings
- \* increase of total waste used as raw material for recycling plant,

# PARTICIPATING BANKS :

## National Bank :

- \* Bank Negara Indonesia (BNI)
- \* Bank Mandiri
- \* Bank Central Asia (BCA)
- \* Bank International Indonesia (BII)
- \* Bank Danamon
- \* Bank Lippo
- \* Bank Niaga
- \* Bank Ekspert Indonesia
- \* Bank Syariah Mandiri

## Local Bank :

- \* Regional Bank of Central Java (Bank Jateng)
- \* Regional Bank of Bali (BPD Bali)
- \* Regional Bank of East Kalimantan (BPD Kaltim)
- \* Regional Bank of West Kalimantan (BPD Kalbar)
- \* Regional Bank of West Java (Bank Jabar)
- \* Regional Bank of West Sumatera (Bank Nagari)

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