



CGD Principles of Exclusion and Limitation

Caixa Geral de Depósitos Group (CGD Group) recognizes the existence of sectors of activity or projects that may contribute negatively to Sustainable Development. Therefore establishes a list of principles underlying activities and projects that are excluded or restricted, under certain conditions, of its credit policy.

Thus, **Caixa Geral de Depósitos (CGD) does not finance** projects that may be included in the following categories and/or sectors of activity:

- I. Production or trade of any product or activity found to be illegal in the country where the investment occurs, or if illegal under the scope of international regulations or agreements, including those that CGD subscribes or integrates;
- II. Companies or projects that use child labor or work deemed to be forced;
- III. Companies and activities related to prostitution;
- IV. Companies and projects that disseminates discriminatory information or acts discriminatorily considering religious, political, racial or gender-based terms;
- V. Companies and activities with unlicensed wildlife trade or endangered species.

If any company or project, after credit granted, should develop activities under the conditions identified in this list, CGD will arrange for its compliance with the credit policies, namely the cancellation or withdrawal of the relationship with the client or entity, and may intervene in order to be compensated for any damages caused, considering both tangible and intangible approaches.

CGD restricts its financial support to projects within the following categories and/or sectors of activity with high socio-environmental risk potential:

- I. Companies and projects that use scarce natural resources, whose exploitation or extraction may cause a negative environmental impact, not fulfilling the conditions defined by national or international regulations for this scope;
- II. Companies producing or processing restricted materials or dangerous substances under national legislation;
- III. Military activities, manufacture or supply of related material, limited by national legislation and by international conventions.

For these sectors, CGD defines specific rules (underneath credit risk and compliance policies), ensuring that socio-environmental risks are properly identified and mitigated.



The Risk Management Department assures the competencies associated with the dissemination, implementation and monitoring of these Principles, underpinning the articulation with the divisions designated by CGD in relation to Sustainability and according to the Sustainability Governance Model.

CGD's Principles of Exclusion and Limitation are reviewed periodically, to remain in line with any reflections induced by their practical application or changes to be considered in light of their first publication.

Any uncertainties or differences in the application of CGD's Principles of Exclusion and Limitation should be communicated to the Executive Committee, for subsequent actions.

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