

ECP Environmental, Social and Governance (ESG) Framework

ESG processes are fully integrated into ECP's investment process from early review to exit.



- Is the investment in a sector prohibited by the IFC Exclusion list? Does it meet ECP's Investment Guidelines?

- Does the proposed investment operate in accordance with local laws and international good practice?

- Has the company been reviewed and assigned a preliminary ESG risk categorization? Were the ESG covenants included in the prelim term sheet?

- Has ESG-relevant information been gathered through questionnaires, interviews or site visits?

- Has a Gap Analysis been performed to identify a road map for ESG improvements that the portfolio company management agrees to?

- Has an evaluation occurred where an ESG category been assigned to the investment?

- Have ESG-related items been included in relevant documents?

- Have ESG-related items been considered before disbursement?

- Have quarterly portfolio company updates been held with all companies?

- Was follow-up conducted for incidents, accidents, contract clauses and/or corrective action plans?

- Have ESG-related items been considered before disbursement?

- Has the fund determined the total development impact of the investment?

- Has the proper background check on reputational risk been conducted on potential buyers?