

Environmental and Social Monitoring Report

Project Number: 48238-001
August 2015–March 2017
April 2017

Myanmar: Connectivity Infrastructure Development Project

Prepared by Yoma Strategic Holdings for the Asian Development Bank.

This environmental and social monitoring report is a document of the borrower. The views expressed herein do not necessarily represent those of ADB's Board of Directors, Management, or staff, and may be preliminary in nature.

In preparing any country program or strategy, financing any project, or by making any designation of or reference to a particular territory or geographic area in this document, the Asian Development Bank does not intend to make any judgments as to the legal or other status of any territory or area.

Environmental & Social Management System (ESMS)

Annexure 6I: Suggested outline of an annual environmental and social performance report

Please provide responses to the questions below. Please include additional sheets or attachments as required to provide details on questions that have been answered Yes. The Fund is required to submit the annual performance report to ADB.

Name of organization:	Yoma Strategic Holdings Ltd.		
Completed by (name):	Ms. Win Min Htwe		
Position in organization:	Director of Risk Management & Assurance	Date:	06/04/2017
Reporting period	From: 01 st Aug 2015	To: 31 st March 2017	

A. Investment Portfolio Information

For the reporting period, please provide the following information about your portfolio where applicable:

Project Company	Description	Status of Implementation
edotco Myanmar Limited (formerly known as Myanmar Tower Company)	edotco Myanmar owns and operates 1,250 tower sites throughout Myanmar serving all three mobile operators.	Fully operational
KOSPA Limited	A third-party logistics company that provides services for: <ul style="list-style-type: none"> - Warehousing with multi-temperature storage facility - Cold chain logistics - Transportation 	Fully operational
Yoma Fleet Limited	A fleet leasing business that provides vehicle hire solutions for daily rental and medium- to long-term lease contracts.	Fully operational
Star City International School Company Limited	A new international school campus in StarCity and will be operated by Dulwich College International.	Under construction

B. Environmental and Social Management System (ESMS)

Policies & Processes	Yes/No	
---------------------------------	--------	--

Environmental & Social Management System (ESMS)

Has your organization developed and implemented an ESMS?	Yes	Copy previously provided.
If there is an ESMS already in place, have there been any updates to the ESMS or policy and procedures adopted by your organization during the reporting period?	No	
Has senior management signed off on the updated policy/procedure?	NA	
Has your organization appointed staff tasked to implement the ESMS?	Yes	<p>ESMS rollout carried out by Group Risk Management Department.</p> <p>Dedicated EHS personnel assigned across the Group.</p> <p>Ongoing implementation, monitoring and reporting lead by Group Risk Management Department.</p>
Please give details of any transactions rejected due to environmental and/or social concerns.	NA	
Please state any difficulties and/or constraints related to the implementation of the ESMS.		
Please describe how you ensure that your subproject companies and their subprojects are operated in compliance with the national laws and regulations and applicable ADB's requirements.		<p>Group Corporate Governance Framework provides guidelines in accordance with applicable international and national practices, including the Universal Declaration of Human Rights (UDHR), the International Labor Organization's (ILO) Core Conventions, International Finance Corporation's (IFC) Performance Standards, the Asian Development Bank's (ADB) Safeguard Policy Statement, and the ten Principles of United Nations Global Compact (UNGC).</p> <p>Group Risk Management Department carry out Corporate Governance rollout training programme on a regular basis to provide ongoing update on corporate policies & procedures, promote a culture of good corporate governance and offer a discussion forum for feedback and comments.</p>
Please give details of any material social and environmental issues associated with investee companies during the reporting period in particular.	NA	

Environmental & Social Management System (ESMS)

In case the existing ESMS is not fully functional, what is the action plan being implemented by your organization?	NA	ESMS is fully implemented across the Group.
Capacity	Yes/No	
Please provide the name and contact information of the ESHS Manager who has the overall responsibility for the implementation of ESMS.		Ms. Win Min Htwe Director of Risk Management & Assurance Mr. Jonathan Skipper Senior QA/QC & OHS Manager
Please provide current staffing of other core ESMS persons in the organization involved with ESMS implementation.		Members of Group Risk Management Department.
Monitoring	Yes/No	
Do you receive environmental and social monitoring reports from investee companies that you finance?	Yes	
Do you check for ongoing compliance of your investee companies with national regulation and any other requirements?	Yes	Ongoing implementation, monitoring and reporting are carried out by Group Risk Management Department.
Please describe how you monitor the investee company and their social and environmental performance.		Group Risk Management Department carries out regular risk assessments prior to, during and after the implementation. These risk assessments are then reviewed, recorded, and monitored regularly. Sustainability Reporting is established to raise the corporate transparency as per Global Reporting Initiative (GRI) Sustainability Reporting Guidelines covering sustainability performance on environmental, social, and governance. Environmental and Social Impact Assessments are conducted, and due diligence processes are in place to ensure precautionary approach is taken to address the environmental challenges.
Please provide details of any accidents/litigation/complaints/regulatory notices and fines imposed on the Fund or on the investee company as a result of :	No	

Environmental & Social Management System (ESMS)

<ul style="list-style-type: none"> - Any incidents of non-compliance with the applicable Environmental and Social Requirements - Any non-compliance with covenants/conditionalities 		
Reporting	Yes/No	
Is there an internal process to report on social and environmental issues to senior management?	Yes	Please refer to attached emergency reporting flowchart.
Do you prepare any social and environmental reports: <ul style="list-style-type: none"> - For other multilateral agencies - Other stakeholders - E&S reporting in the Annual Report - Sustainability reports 	Yes	Social and environmental reports are prepared for other relevant stakeholders as required. Sustainability report is included in the Annual Report as attached. More comprehensive sustainable report including KPIs for Environment, Social and Governance is being prepared for 2017 Annual Report.

C. Investments Using ADB Funds

Please provide information about all planned YSH's project using ADB funds approved during this reporting period.

Name of Company	Description of Project Activities	Total amount of ADB funds approved (US\$ m)	Safeguard category (see Annex of Attachment 12)			Any outstanding environmental and IR and IP issues during reporting period and actions taken to address the issues
			Env	IR	IP	
edotco Myanmar Limited (formerly known as Myanmar Tower Company)	edotco Myanmar owns and operates 1,250 tower sites throughout Myanmar serving all three mobile operators.	\$11 million	B	C	C	No outstanding issues
KOSPA Limited	A third-party logistics company that provides services for: <ul style="list-style-type: none"> - Warehousing with multi-temperature storage facility 	\$2.8 million	B	C	C	No outstanding issues

Environmental & Social Management System (ESMS)

	<ul style="list-style-type: none"> - Cold chain logistics - Transportation 					
Yoma Fleet Limited	A fleet leasing business that provides vehicle hire solutions for daily rental and medium-to long-term lease contracts.	\$10.2 million	C	C	C	No outstanding issues
Star City International School Company Limited	A new international school campus in StarCity and will be operated by Dulwich College International.	\$25 million	B	C	C	No outstanding issues

	Yes/No	
Were any environmental and social due diligence undertaken and by YSH for the projects listed?	Yes	<p>Copy of the Rapid Environmental Assessment (REA) checklist provided to ADB previously for the projects listed.</p> <p>All new projects under YSH control undergoes Rapid Environmental Assessment (REA) checklist.</p>
Any environmental assessment report (including environmental management plan), involuntary resettlement plan, or Indigenous Peoples plan, or audit reports reviewed by YSH?	Yes	REA checklist and social safe guard checklists (covering indigenous people screening, and involuntary resettlement impact) are completed and reviewed by YSH.
What were the main environmental, involuntary resettlement and Indigenous Peoples issues associated with this project that were identified through due diligence conducted by YSH, and how were the issues dealt with (i.e., outcome of due diligence)?	NA	No issues identified for the projects listed.
For category A project (if any), were safeguards related documents such as EIA report, RP and IPP, or audit reports made publicly available, in addition to posting on ADB's website?	NA	No category A projects.
Were any conditions or covenants related to environmental and social issues made along with the project?	NA	

Environmental & Social Management System (ESMS)

Does YSH comply with applicable government requirements?	Yes	
Does YSH comply with applicable ADB safeguard requirements?	Yes	

D. Report on compliance with ADB's social protection requirements

	Yes/No	
Does YSH carry out its activities consistent with the intent of ensuring legally permissible equal opportunity, fair treatment and nondiscrimination in relation to recruitment and hiring, compensation, working conditions and terms of employment for its workers (including prohibiting any form of discrimination against women during hiring and providing equal work for equal pay for men and women?	Yes	
Does YSH not restrict its workers from developing a legally permissible means of expressing their grievances and protecting their rights regarding working conditions and terms of employment?	Yes	
Does YSH engage contractors and other providers of goods and services: <ul style="list-style-type: none"> i. who do not employ child labor¹ or forced labor²; ii. who have appropriate management systems that will allow them to operate in a manner which is consistent with the intent of (A) ensuring legally permissible equal opportunity and fair treatment and nondiscrimination for their workers, and (B) not restricting their workers from developing a legally permissible means of expressing their grievances and protecting their rights regarding working conditions and terms of employment; and iii. whose subcontracts contain provisions which are consistent with paragraphs (i) and (ii) above. 	Yes	

E. Sustainable Finance (subprojects with environmental and social benefits)

Have you made any investments in YSH that have social and environmental benefits such as investing in management systems, energy efficiency, renewable energy, cleaner production, carbon finance, pollution abatement and control, sustainable supply chain, corporate social responsibility, community development, etc.?

Please list these in the format provided below:

¹ Child labor means the employment of children whose age is below the statutory minimum age of employment in the relevant country, or employment of children in contravention of International Labor Organization Convention No. 138 'Minimum Age Convention' (www.ilo.org).

² Forced labor means all work or services not voluntarily performed, that is, extracted from individuals under threat of force or penalty.

Environmental & Social Management System (ESMS)

Subproject Name	Value financed by the Financial Institution (US\$ million)	Type of social and environmental benefit

F. Employment generation

Please provide information on the number of employment (sex-disaggregated) generated from the investment.

G. CSR

Please describe CSR activities implemented by the investee company (if any) and how these activities benefited the community.