




MALAYSIA DEBT VENTURES BERHAD


Environmental, Social, and Governance (ESG) Policy For MDV

This document is the property of Malaysia Debt Ventures Berhad.
The contents of this document are proprietary to Malaysia Debt Ventures Berhad.

	Environmental, Social and Governance (ESG) Policy	
	Effective Date 2 January 2025	Version 1.0

Document Control Register

Version	Review Date	Effective Date	Remarks
1.0	2024	2024	Original document

	Environmental, Social and Governance (ESG) Policy	
	Effective Date 2 January 2025	Version 1.0

Abbreviations / Glossary:

- i) MDV – Malaysia Debt Ventures Berhad and its subsidiaries
- ii) ESG - Environmental, Social and Governance
- iii) SOP – Standard Operating Procedures
- iv) Board/BOD – Board of Directors of MDV
- v) CEO – Chief Executive Officer
- vi) CSD – Corporate Strategy Division
- vii) CSR – Corporate Social Responsibility
- viii) Portal – MDV’s official website



	Environmental, Social and Governance (ESG) Policy	
	Effective Date 2 January 2025	Version 1.0

Table of Contents

Section No	Contents
1	Introduction
2	Scope
3	Principles
4	ESG and Sustainability Assessment Framework
5	Engagement
6	Reporting
7	Roles and Responsibilities
8	Focus Areas
	The Green Economy
	Secure Data, Infrastructure and Cybersecurity
	Corporate Social Responsibility (CSR)
	Document Sign-Off Certificate

	Environmental, Social and Governance (ESG) Policy	
	Effective Date 2 January 2025	Version 1.0

1. Introduction

Malaysia Debt Ventures Berhad and its subsidiaries (MDV), in its mission to support the country's technology agenda, is committed to incorporating Environmental (encompassing climate change), Social and Governance (ESG) principles into its corporate culture and operations.

MDV affirms that commitment to ESG principles goes hand in hand with credible socio-economic, financial and investment performance.

2. Scope

This ESG Policy shall apply to MDV, its staff and customers. MDV shall also make suppliers, contractors, subcontractors, and others performing work or services for or on behalf of MDV aware of its ESG Policy and encourage them to adopt practices that and consistent with the policy.

This ESG Policy serves as MDV principal document on ESG matters, which encompasses and acts as an overarching policy to align the relevant ESG aspects of other policies and SOPs within MDV, that amongst others cover the Board of Directors' charter, MDV's work environment, staff health and safety, employment, anti-discrimination and financing practices. These documents and the ESG Policy read together constitute MDV's compliance framework.

This ESG Policy is approved by MDV's Board of Directors (Board) and will be communicated to all staff members, clients, and third parties via the official portal and communications channels of MDV.

This ESG Policy is intended to be reviewed every three (3) years as part of the management review of MDV's Business Plans or earlier, as the Board considers necessary or advisable based on industry developments.


Although MDV seeks to encompass customers under its ESG approach, it is acknowledged that there are limits to MDV's ability to do so as a financier with very limited control or influence over customers beyond the reasonable covenants imposed. As such, MDV will only apply those elements of its ESG Policy that it determines to be feasible given this context, primarily the ESG and Sustainability Assessment Framework.

3. Principles

MDV commits to implementing ESG practices that can yield environmental, social, governance and financial dividends, that support the Nation's aspirations.

In pursuit of this policy, MDV, as an organisation, commits to:

- Manage MDV's own environmental impact by reducing emissions as well as consuming energy and resources efficiently, to the best of its ability;

	Environmental, Social and Governance (ESG) Policy	
	Effective Date 2 January 2025	Version 1.0

- Ensure MDV has a positive social impact internally and in the wider community through Corporate Social Responsibility, promoting fair, safe and ethical workforce environment and practices, fair treatment of customers and data privacy;
- Implement (1) sound risk management policies, practices and control, (2) high standards of corporate governance and compliance, (3) strong anti-corruption and integrity policies and practices, (4) transparent implementation of governance, and (5) timely relevant disclosures; and
- Ensure that all employees of MDV are made aware of and are actively involved in the implementation of the ESG Policy through initiatives, periodic training and capacity-building programs.
- In relation to MDV's core activity of financing technology companies and projects, adopt sustainable practices, as highlighted below.


4. ESG and Sustainability Assessment Framework

As part of its financing assessment and due diligence of financing applicants, MDV considers ESG and sustainability factors as part of delivering its mandate by adopting the following considerations, to the best of its ability:

- Implement processes that integrate environmental, social and governance considerations into all aspects of its financing operations;
- Identify and evaluate environmental, governance and social risks and impacts of projects to be financed, and consider aspects of mitigation that avoids, minimizes, and offsets risks and impacts to the environment, affected communities, and workers;
- Encourage customers to pursue environmentally sustainable practices, protection and conservation of the environment, prevention of pollution, occupational health and safety, land acquisition, involuntary resettlement, diversity and equal opportunity, gender inequality, and protection of indigenous peoples' rights;
- Encourage customers to adopt a sustainable project planning and design through a participatory approach that includes consultation and engagement with affected local communities and stakeholders; and
- Ensure that relevant environmental and social information as applicable is disclosed by customers to MDV during its financing tenure, based on their ability to do so.

MDV's primary mechanism for delivering on this ESG and Sustainability Assessment Framework is by ensuring customers' compliance with relevant industry recognised regulation, laws, reporting standards and codes on ESG.

The key tools to monitor compliance are the due-diligence process adopted by MDV and external professionals during the initial origination and subsequent account management processes.

	Environmental, Social and Governance (ESG) Policy	
	Effective Date 2 January 2025	Version 1.0

5. Engagement

MDV engages with stakeholders, developmental partners and the communities we impact, and supports the government in its initiatives and aspirations on ESG matters. As applicable, (1) ESG matters are discussed at Board meetings, (2) top management monitors emerging industry best practices for possible adoption and (3) MDV participates in relevant forums relating to ESG advancement. MDV values its engagement with stakeholders on ESG matters.

6. Reporting

MDV is committed to transparency in its reporting on ESG initiatives and achievements for the benefit of interested parties. The primary source of reporting is through MDV's annual report, which is supplemented by ad-hoc reporting through its website, media releases and social media accounts.

7. Roles and Responsibilities

MDV's Board has the ultimate oversight of MDV's ESG Policy, whose implementation is the responsibility of the Chief Executive Officer ("CEO") and supported by MDV's top management team.

The Corporate Strategy Division (CSD) monitors the ESG Policy implementation, progress and review. All staff are responsible for operationalising ESG programs which are governed by the relevant policies and SOPs.

The front-line divisions are responsible for the operationalisation of MDV's ESG and Sustainability Assessment Framework and customers' ESG practices during account reviews, as well as providing feedback on potential areas of improvement identified from daily operations.

8. Focus Areas

Shaped by its mandate as a technology financier for underserved companies, MDV has priority ESG areas where it can deliver the most impact in building socio-economic value.

The Green Economy

MDV recognises that the Green Economy has the potential to improve sustainability, environmental and climate change outcomes.

MDV has a long and established record in financing activities relating to the green economy and accelerating government initiatives in the area. This record is driven by expertise and experience in evaluating the creditworthiness of projects involving circular economy, waste management, energy transition, energy efficiency, renewable energy and other green technology applications.



As a financier of young and innovative companies that have limited access to alternative financing MDV can make a difference to expanding the Green Economy through sustainable financing and the development of effective products and programs.

Secure Data, Infrastructure and Cybersecurity

MDV seeks to facilitate national and social development through its original mandate of financing digital related technologies and infrastructure, as a catalyst for deeper digital penetration and adoption.


MDV recognises the importance of financing projects/ technologies and innovative companies in the digital space that have the capacity to transform and disrupt businesses positively and accelerate national social development.

Consequently, MDV is committed to continuing to serve as a financier in the digital space for companies that have difficulty securing alternative financing due to their youth or novelty of their businesses or projects.

Corporate Social Responsibility (CSR)

As a government owned company, MDV is aware that it needs to serve as a model for corporate citizenship. As such, MDV strives to have a positive impact internally as well externally within its community. MDV's focus areas are the environment, skills development, supporting educational achievement, assisting the underprivileged, and supporting government initiatives in CSR.




- END OF DOCUMENT -

	Environmental, Social and Governance (ESG) Policy	
	Effective Date 2 January 2025	Version 1.0



DOCUMENT SIGN-OFF CERTIFICATE

Document Name	:	ESG Policy
Document Custodian / Owner	:	BP, CSD

Document Custodian / User Review:

		Name	Position	Signature	Date
Prepared by:	:	Nuraznin Wahab Sharifuddin	SAVP, BP		30 Dec 2024
Reviewed by:	:	Saifuddin Naharuddin	VP, CS & BP		30 Dec 2024
Reviewed by:	:	Yashvin Metha Vythy	CSO		30 Dec 2024

Audit and Risk Review:

		Name	Position	Signature	Date
Reviewed by Risk Management Division:	:	Ratina Sary Sahrom	Acting EVP of RMD		6 January 2025
Reviewed by Internal Audit Department:	:	Norazian Mat Yusup	Covering Vice President, IAD		3 January 2025

Approval/ Endorsement Checklist:

Date of discussion by RMC	:	4 October 2024
Date of approval by the BOD	:	29 November 2024