

## Environmental and Social Due Diligence (ESDD) Summary

<b>Issuer</b>	Telcotech Ltd. (Telcotech)
<b>Use of CGIF's guarantee</b>	The use of CGIF's guarantee will be capital expenditure for upgrading the existing fiber network infrastructure.
<b>Countries of operations</b>	Cambodia
<b>Categorisation</b>	General-purpose Corporate Bond (GCB) ESMS – Low

<b>Environmental and social management system (ESMS)</b>	<p>Telcotech has been implementing an environmental and social management system (ESMS) since 2021, under a previous CGIF transaction, which is fully aligned with CGIF's Environmental and Social Safeguards (ESS) Policy. The existing ESMS is applicable to Telcotech's activities on their international and national fiber network infrastructure and was further enhanced and updated in December 2023, prior to the issuance of this guarantee transaction.</p> <p>As post issuance requirement being monitored by CGIF, Telcotech will develop specific Environmental &amp; Social Management Plans (ESMPs) associated with the fiber network expansion activities in relation to air emission, noise, wastewater, hazardous and non-hazardous wastes, occupational and community health and safety and traffic.</p> <p>The ESMS categorisation of Low under the GCB modality for this new transaction is driven by the fact that Telcotech have deployed and implemented the existing ESMS to their activities in full, which will also cover the activities under this new transaction.</p>
<b>Screening and identification of risks</b>	<p>CGIF's ongoing monitoring of the first transaction confirmed that this remained classified as Category B as the environmental and social (E&amp;S) risks and impacts related to the fiber network operations are site-specific and temporary, not significant or irreversible and are being managed and mitigated through Telcotech's ESMS. The risks and impacts for the follow-on transaction are broadly the same given the activities under the transactions are both related to their telecoms network development and operations.</p> <p>The Involuntary Resettlement and Indigenous Peoples risk and impact also remained as category C as the fiber network services and operations of Telcotech are established along existing Rights of Way (RoWs). No land expropriation and/or involuntary resettlement were required or identified as issues or anticipated to be an issue in relation to the proposed use of proceeds. The locations of the fiber network expansion are established in areas where there are unlikely to be indigenous people, direct impacts on indigenous people, or anticipated to be impacts relating to the use of proceeds.</p>

<p><b>Institutional capacity, commitment and development</b></p>	<p>With the implementation of the ESMS, Telcotech incorporated ESMS staff in its institutional arrangements for its operation, including the appointment of ESMS Manager and ESMS Coordinator within their operations. Re-organization of the structure within Telcotech, mean that they have appointed new ESMS Manager and ESMS Coordinator to continue the work under ESMS, and these will continue to apply to the new transaction. These staff are responsible for the implementation of the ESMS and monitoring of the use of CGIF's guarantee, in compliance with CGIF's ESS and relevant national laws and regulations.</p> <p>As a post issuance requirement, ESMS awareness and implementation training will be repeated by CGIF to Telcotech's existing and new staff with E&amp;S and/or ESMS responsibilities to support Telcotech's capacity in effectively managing environmental and social risks of its operations. Telcotech has been developing annual Training Plan to identify the training needs of employees and ensure that adequate E&amp;S training is continuously provided to employees and the training activities are being reported in the annual review of CGIF.</p>
<p><b>Stakeholder communication, participation and consultation</b></p>	<p>Telcotech has been implementing a Stakeholder Engagement Plan (SEP) as part of the existing ESMS to document the methods and process by which Telcotech's stakeholders and other interested parties are consulted in relation to its fiber network operations. Telcotech is also implementing a grievance mechanism in the ESMS to ensure that complaints received relating to environmental and social issues from internal or external sources are documented, addressed, and reported. The SEP was deemed fit for purpose for the second guarantee transaction and no further changes have been made to these procedures.</p> <p>Environmental and social performance relevant to the use of CGIF's proceeds will be continue to be reported by the ESMS Manager to CGIF on an annual basis for the tenor of the second guarantee.</p>