

# MyHIJAU Programme & Green Technology Financing Scheme

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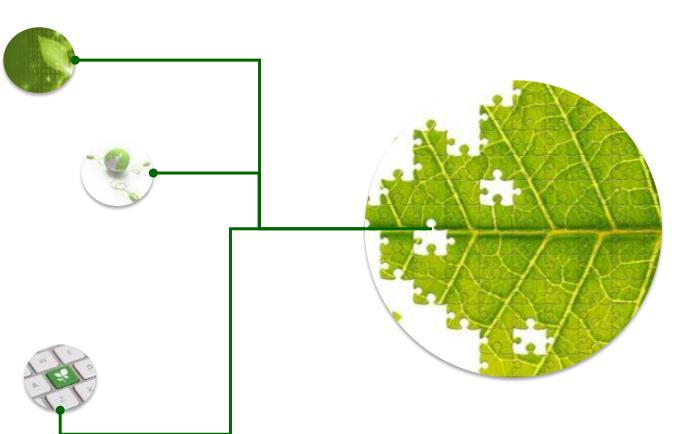
Seminar Perundangan Penggunaan Tenaga Elektrik Secara Cekap Shah Alam, Selangor 20 May 2015

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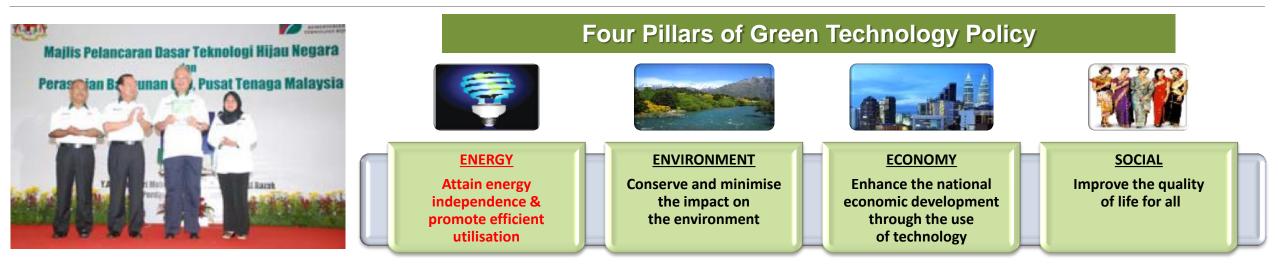
### OUTLINE

- Green Technology Policy
- About GreenTech Malaysia
- MyHIJAU Mark & Directory
- MyHIJAU SME & Entrepreneur
- Green Technology Financing Scheme





### **GREEN TECHNOLOGY POLICY**



- Launched by the Malaysian Prime Minister on 24<sup>th</sup> July 2009.
- Policy Statement: Green Technology shall be a driver to accelerate the national economy and promote sustainable development.



#### Ministry of Energy, Green Technology & Water Malaysia (KeTTHA)

• Responsible for the planning and formulation of policies for the energy, green technology and water, as well as to facilitate and regulate the growth of these sectors.



#### Malaysian Green Technology Corporation (GreenTech Malaysia)

• Responsible to implement and execute national green technology initiatives and programmes.



## **ABOUT GREENTECH MALAYSIA**





- Registered under the Companies Act 1965:
  - > As a company limited by guarantee and not having a share capital;
  - > Under the purview of Ministry of Energy, Green Technology & Water.
- First established as Malaysia Energy Centre (PTM) on 12<sup>th</sup> May 1998.
- Restructured as Malaysian Green Technology Corporation (GreenTech Malaysia) on 7<sup>th</sup> April 2010.
- Purpose: To catalyse green technology deployment as Malaysia's strategic engine for socio-economic growth.
- GEO building in Bandar Baru Bangi:
  - Officiated by YAB PM on 24<sup>th</sup> July 2009.
  - > The first GBI certified building in Malaysia.
  - BEI = 30 kWh/m2/year.

Winner of 2009 ASEAN Energy Award (RE Category)



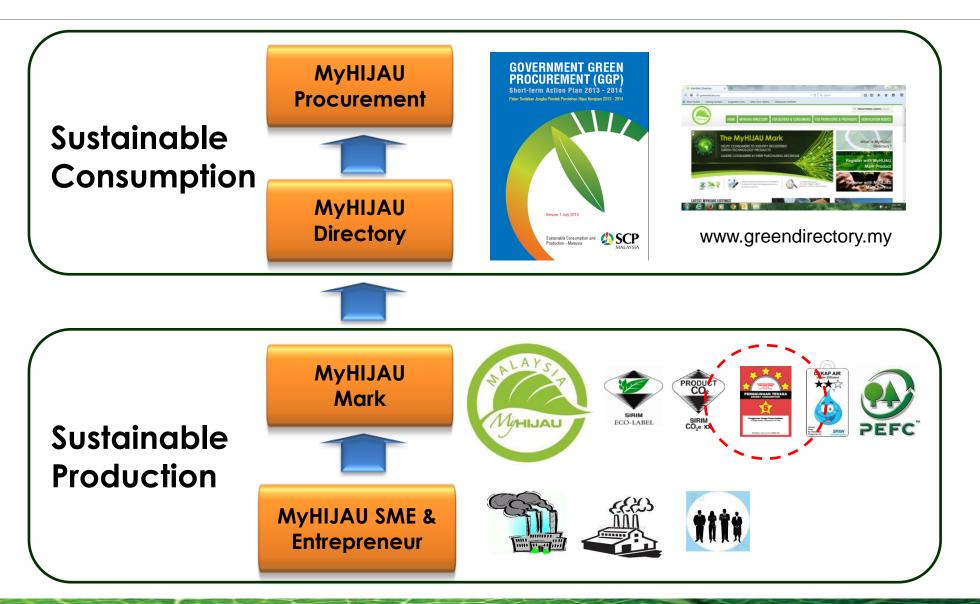


#### **GREENTECH MALAYSIA: FOCUS AREAS**





#### **MyHIJAU PROGRAMME**





# **MyHIJAU MARK & DIRECTORY**



#### WHAT IS MYHIJAU MARK?

- The official label that recognises certified green Products and Services verified by GreenTech Malaysia to meet local and international environmental standards.
- All registered green products/services shall be listed in the MyHIJAU Directory







#### **ELIGIBILITY CRITERIA FOR MYHIJAU MARK**

- The Products (including equipment and systems) or Services must be able to meet all of the following:
  - Minimise the degradation of the environment, or reduce greenhouse gas emissions
  - Promote health and/or improvement of the environment
  - Conserve the use of energy, water and/or other forms of natural resources, or promote the use of renewable energy or recyclable materials





### **MyHIJAU MARK FOR ENERGY EFFICIENCY**



#### Energy Service Providers



- Must be a Malaysian Registered Business or Malaysian Registered Company;
- Authorised supplier must be appointed by the product manufacturer; and
- Must not be wound-up and/or liquidated.
- Must be a Malaysian Incorporated Company;
- Must not be wound-up and/or liquidated;
- Employ at least one manager/ supervisor personnel with recognised qualifications; and
- Demonstrate green practices through procedures or guidelines on environmental management.



## **MyHIJAU MARK FOR ENERGY EFFICIENCY**

- Registration fee is RM1,000 for a single certificate submission.
- Validity of the certificate must be at least six (6) months from its expiry.
- Product Criteria Documents (PCDs) or Test Report where applicable, must be enclosed for the submission.

- Registration fee is RM1,000 for a submission.
- For EE products leased as part of services, Green Label Certification or Performance Standard Compliance must be provided. Certification/compliance must be valid for a minimum of six (6) months from application date.

#### EE Product Manufacturers or Suppliers



#### Energy Service Providers





## VALIDITY OF MyHIJAU MARK LABEL

#### EE Product Manufacturers or Suppliers



#### Energy Service Providers



 Registration is valid from the date of approval, which is the date provided in the MyHIJAU Mark Certificate, or until the expiry of the validity of the EE product's Green Label Certification or Performance Standard Compliance subject to the maximum validity period of three (3) years of the MyHIJAU Mark certification date.

• Registration of a energy service provider as MyHIJAU Mark Services is valid for a period of one (1) year from the date of approval by GreenTech Malaysia, which is the date as provided in the MyHIJAU Mark Certificate.



#### **CATEGORIES UNDER MYHIJAU MARK (PRODUCTS)**



ISO 14024 Type I Eco-labels e.g. SIRIM Eco Labelling Scheme

ISO 14025 Type III Eco-labels e.g. SIRIM Carbon Footprint Labelling Scheme

Other Type I-like Voluntary Sustainable Scheme (VSS) e.g. Energy Star, WELPS & PEFC

Performance Standard Compliance e.g. Minimum Energy Performance Standards (MEPS) by Suruhanjaya Tenaga



### MyHIJAU MARK (PRODUCTS)

VERIFICATION/CERTIFICATION		SECTOR	LOGO	
ISO 14024	Type I Eco Labelling Scheme	Manufacturing & Services	SIRIM ECO-LABEL	
ISO 14025	Carbon Footprint Labelling Scheme	Manufacturing & Services	PRODUCT CO2 SIRIM CO2 EXX	
	Energy Efficiency Rating & Labelling Scheme	Energy	ENERGY STAR	
Other Type I-like VSS	Water Efficient Products Labelling Scheme	Water	CEXAPAR Martine Mar	
	Timber Certification Scheme	Forestry	PEFC FSC	



## LIST OF REGISTERED VERIFICATION/CERTIFICATION BODIES UNDER MYHIJAU MARK (PRODUCTS)

# Verification Bodies Recognised by MyHIJAU Mark

- SIRIM Eco-labelling Scheme
- Water Efficient Labelling Product Scheme (2 and 3-star only)
- Energy Efficiency Labelling Scheme (5-star only)
  - Carbon Footprint Labelling Scheme
  - Global GreenTAG Certification Scheme (for Global GreenTag LCARate Certification: minimum Bronze rating. For GreenRate Certification: minimum Level C)
  - Green Building Index (partner to verify on building project)
  - Malaysian Timber Certification Scheme (COC certification scheme only)
  - Certification Bodies and/or Scheme Owners registered with Global Ecolabeling Network (GEN) i.e. Singapore Green Label, Japan Eco Mark, Thailand Green Label etc.



#### **MyHIJAU DIRECTORY (www.greendirectory.my)**





### MyHIJAU DIRECTORY (as at 15 May 2015)





## **MyHIJAU SME & ENTREPRENEUR**



#### **MyHIJAU SME & ENTREPRENEUR**

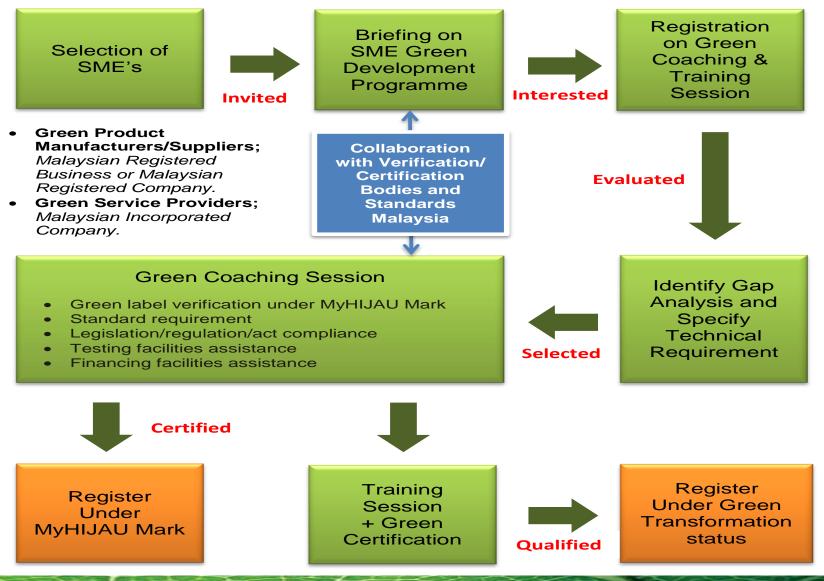
### **OBJECTIVES:-**

- To encourage the growth of local SMEs, including Bumiputera and women businesses, to adopt green practices and produce local green products and services.
- To facilitate the successful incorporation of best green practices and applications in the SMEs' operations.





#### **ACTIVITIES FLOW OF MyHIJAU SME & ENTREPRENEUR**



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## **BENEFIT TO SMEs**

- ✓ Register under MyHIJAU Mark
- ✓ Recognised Green Transformation status
- ✓ Participate in National Standards Compliance Programme (NSCP) activities
- ✓ Reduce cost through Green Productivity (Material Cost Saving: MCS)
- ✓ Improve environmental performance through EMS
- ✓ Increase energy efficiency through EnMS
- ✓ Participate in Green Procurement
- $\checkmark$  Participate in promotion, awareness and marketing activities





#### **REGISTRATION FOR MyHIJAU SME & ENTREPRENEUR**



#### REGISTRATION FORM MyHIJAU SME & ENTREPRENEUR

(You are required to fill-up all necessary information before submitting your registration)

#### COMPANY INFORMATION

Company Name	
Company Address	
Contact Person	
Designation	
H/P Number	
Office Number	
Email	

COMPANY DETAILS - Please tick (1) which applicable						
	Product(s) Manufacturer and/or Service Provider					
Type of Company	Product(s) Supplier Others (Please Specify):					
.,pe el company	Bumiputera (Indicates Bumiputera ownership is 100%)					
	Women-Owned (Indicates women ownership > 60%)					
Business Activities (manufacturing/ supplying product(s) or providing services)						
	Micro Enterprises (Across all sectors- Annual Sales < RM300,000 or full time employees < 5 workers)					
Category of Business	Small Enterprises (Manufacturing- Annual Sales < RM15 million or full time employees < 75 workers) (Services- Annual Sales < RM3 million or full time employees <30 workers)					

ADDITIONAL INFORMATION					
Environmental Certification					
Any certification received on operation as below?					
a. ISO 9001 - Quality Management Systems					
b. ISO 14001 - Environmental Management Systems					
c. ISO 50001 - Energy Management Systems; or Energy Management Gold Standard (EMGS)					

Please tick (v) for the type of products/services as below:-

#### (1) SIRIM- ECO LABELLING SCHEME

Type of Products/Services		Type of Products/Services
ECO 01- Environmentally Degradable & Non Toxic Plastic Packaging Material		ECO 27- Luminaires and Light Source for Interior Lightings
ECO 02- Hazardous Metal-Free Electrical & Electronic Equipment & Parts		ECO 28- Paper Printed Material
ECO 03- Biodegradable Cleaning Agents	Ц	ECO 29- Cement
ECO 04- Recycled Paper	Ц	ECO 30- Ballpoint Pen
ECO 05- Biofibre Composite Construction Material	Ц	ECO 31- Flat Glass Products
ECO 06- Food-Grade Lubricants		ECO 32- Coated Flat Steel Products
ECO 07- Floor Mat		ECO 33- Concrete Roofing Tiles ECO 34- Apparel and Textile Products from
ECO 08- Fabric Care Products		Natural Fibres
ECO 09- Tableware From Biomass		ECO 35- Carpet
ECO 10- Adhesives		ECO 36- Biomass Pellets and Briquette
ECO 11- Water-Based Adhesives		ECO 37- Solar Water Heater System
ECO 12- Paper-Based Packaging Products ECO 13- Organic Fertilizers		ECO 38- Metal Decking and Paneling ECO 39- Rainwater Harvesting Systems
ECO 13- Organic Peruitzers	$\square$	ECO 40- Ceramic Sanitary Wares
Loo 14- Netytied Nubbel Floudets		Loo to beranic bannary wates



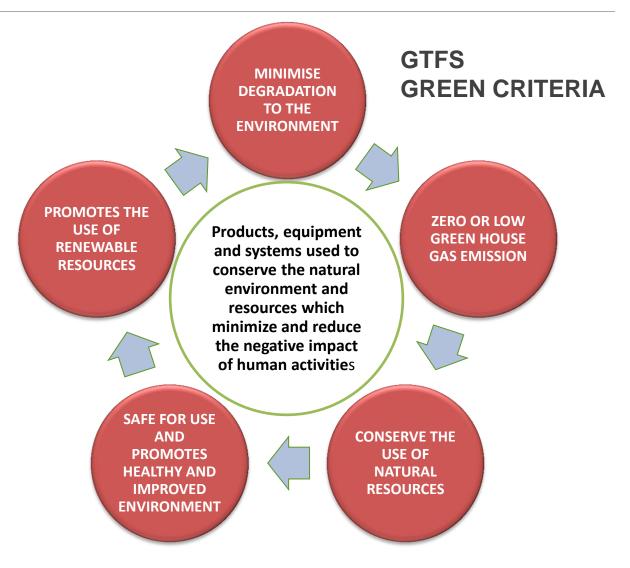
# GREEN TECHNOLOGY FINANCING SCHEME (GTFS)



#### **GREEN TECHNOLOGY FINANCING SCHEME (GTFS)**

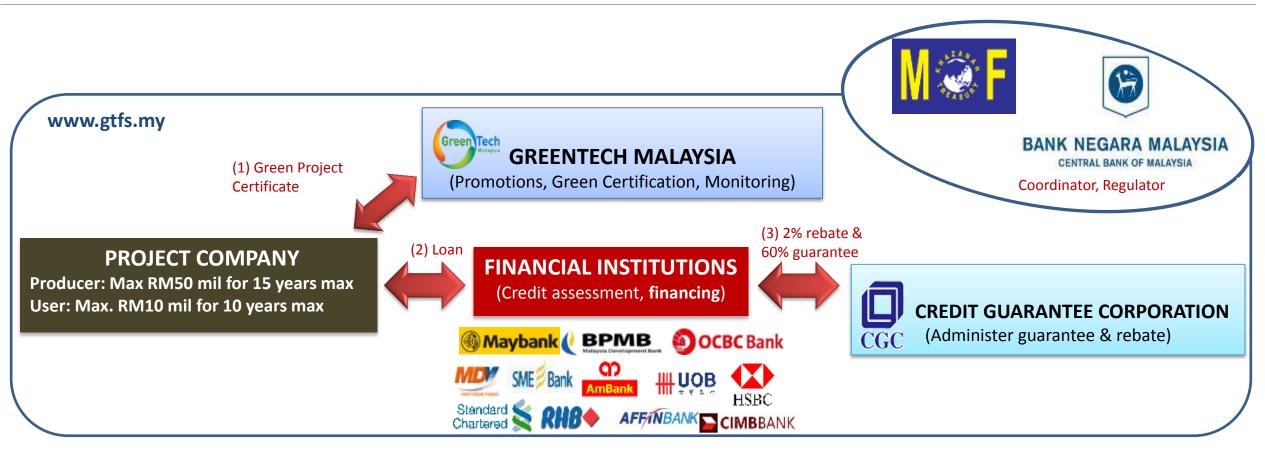
#### Financial Incentive introduced in 2010.

- RM1.5 billion in National Budget 2010 (incentive period ending in Dec 2012)
- Additional RM2 billion allocation in 2013 (incentive period ending in Dec 2015)
- Total allocation RM3.5 billion
- Objective is to promote green investments by providing easier access to financing and at lower financing costs.
- Incentives:
  - 60% guarantee by Government on green financing cost
  - 2% rebate on financing interest rate of green technology cost





#### **IMPLEMENTATION MECHANISM AND KEY AGENCIES**



- Financing will be provided by all commercial & Islamic banks and Development Financial Institutions (DFIs)
- 0.5% p.a. guarantee fee to the government
- Projects are to be located in Malaysia
- Refinancing is not allowed



#### **GTFS KEY FEATURES**

Features	Producer of Green Technology	User of Green Technology		
Purpose	To finance investment for the production of green products	To finance investment in the utilization of green technology		
Financing Size	Maximum: RM50 million per company	Maximum: RM10 million per company		
Financing Tenure	Up to 15 years	Up to 10 years		
Eligibility	Legally registered Malaysian companies that have at least 51% Malaysian shareholding	Legally registered Malaysian companies that have at least 70% Malaysian shareholding		
Participating Financial Institutions (PFIs)All commercial and Islamic banks, and DFIs ( Bank Rakyat, EXIM Bank and Bank Simpanar)				
Government Incentives	<ul> <li>Rebate of 2% per annum of interest/profit rate</li> <li>60% Government guarantee of financing amount</li> </ul>			
Application Date	The Scheme will open until 31 December 2015 or upon approval of financing up to RM3.5 billion, whichever is earlier			

-



#### **EE IN ENERGY SECTOR**





#### **ENERGY UTILISATION**

Application of Green Technology in all energy utilisation sectors and in demand side management programmes such as:-

- Increase of efficiency through;
  - ✓ Rational use of energy
  - ✓ Process improvement
  - ✓ Replacement of equipment
  - ✓ Energy recovery system
  - ✓ Waste, reject reduction
- Use of green materials
- Improve working environment
- New process to produce green products



#### **EE IN BUILDING SECTOR**



Adoption of Green Technology in the construction, management, maintenance and demolition of buildings including:-

- Energy Efficiency & Renewable Energy
- Indoor Environmental Quality
- Sustainable Site Planning & Management
- Materials & Resources
- Water Efficiency
- Innovation







#### **GTFS GREEN PROJECT CERTIFICATE**

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GreenTech	Project Certificate
Sijil P	rojek Hijau
It is hereby co Ini disahkan ba	
TAMAN JAYA I TAMAN JAYA I 19900 KUALA I	ÚMPOR .
fulfill the Great	en Technology Financing Scheme Eligibility Criteria Juhi Krizerto Skim Pembiyoon Teknologi Hijou Gunem Tenned
Project Nan	a damaga Pemasangan Sister Tapak
Project Set	Hal No. : GTF5/E/P147
Category	: Producer
Sector	: Energy
GT Proj€	RCL Cost : RM 50,000,000.00
	hul =
	DATHE LOO TOOK GEE Secretary General Ministry of Energy, Green Technology and Water
delayers r ferent factualize Garpa zero (et spartist 42227-71 Hr. 2 Likim 2716 Parz 2 Likim 1, Sakewar Salet Bander Faces Bang Salet	Issue Date : 4 June 2012 Tarikh Dikeluarkan : 3 December 2012
Tel., 33 stiertown 1 sel, 36 stiertown 1 sel, 36 stiertown	Sah Sehingsa : Sah Sehingsa : CTF5/E/C0121
HCKX / / WWW.g.m.	Certificate No. d for loan financing under Green Technology Financing Scheme only area penalogian platemen if turear Skim Pemiriyaan Yelmologi Bilau sahaja area penalogian platemen if turear Skim Pemiriyaan Yelmologi Bilau sahaja

- 6 months validity period
- Only to be used to apply for financing under GTFS
- Green Project Certificate
  - Company Name
  - Project Name
  - Project Serial Number
  - > Category
  - > Sector
  - **GT** Project Cost
  - Issue Date & Validity



#### **GTFS STATUS FROM 1 JAN 2010 – 30 APRIL 2015**

### As of 30 April 2015

Total GTFS allocated to the scheme (RM)

Total financing (RM)

2,235,717,345.00

3,500,000,000.00

Balance of GTFS (RM)

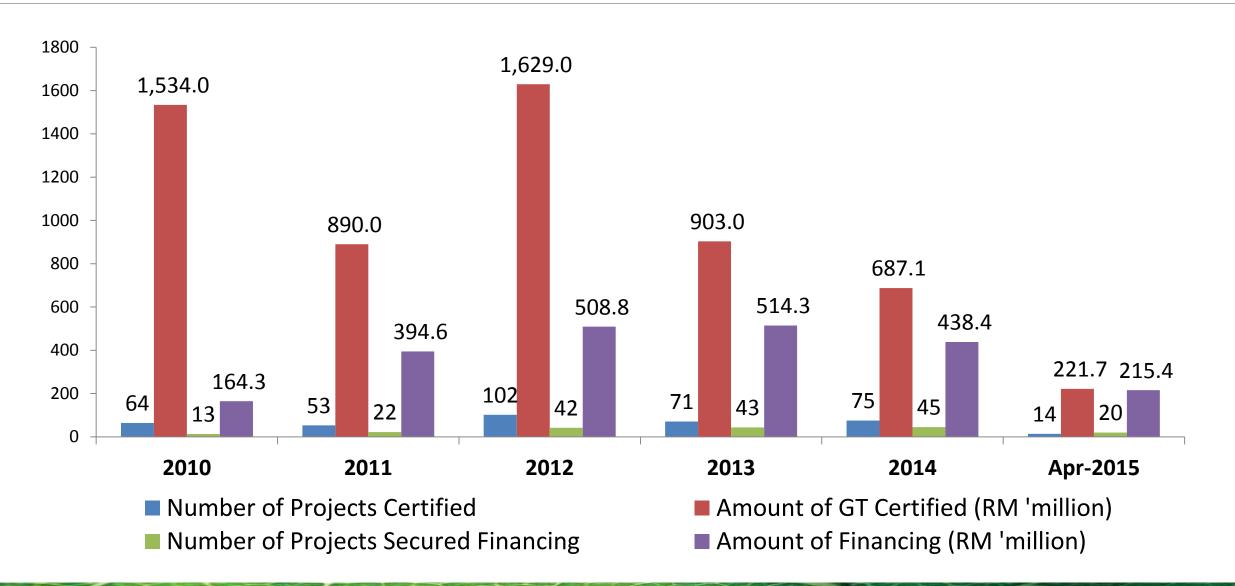
1,264,282,655.00

**Total number of projects financed** 

185

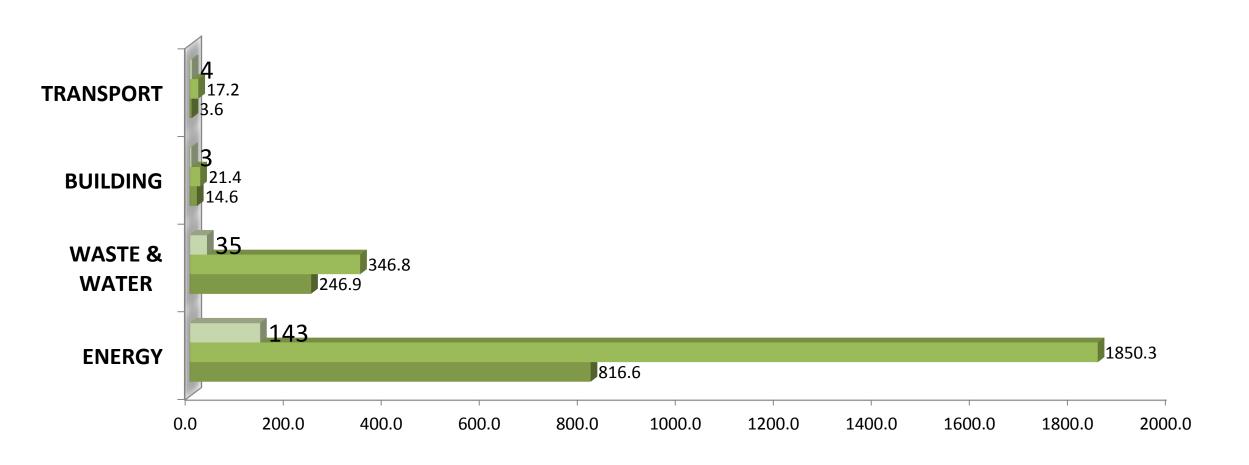


#### **BREAKDOWN BY YEARS**





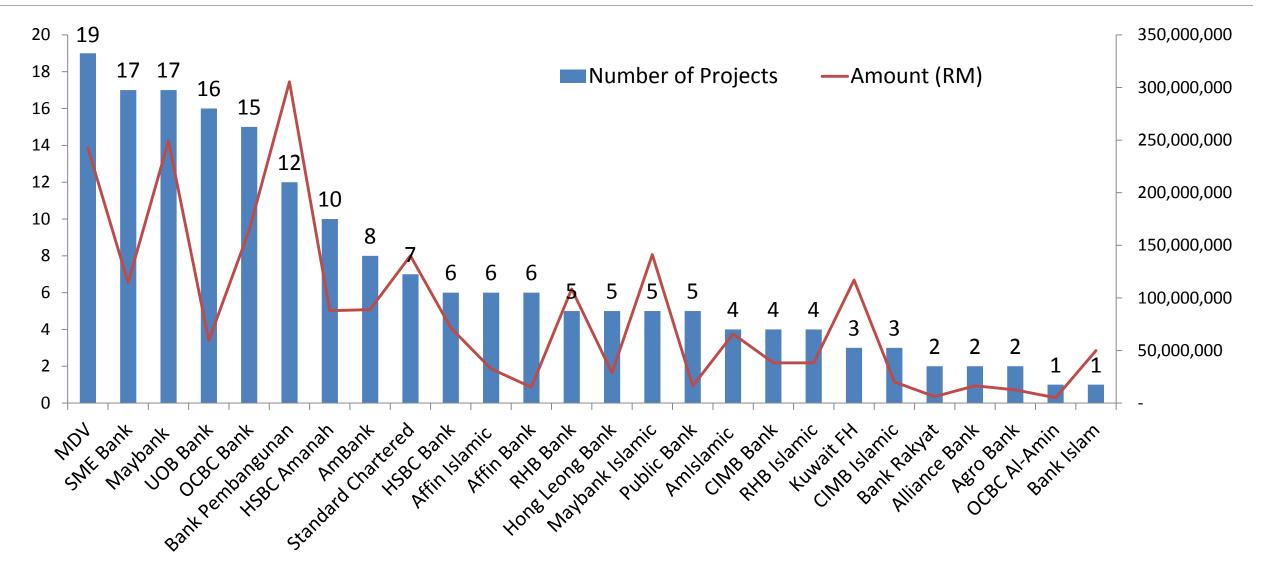
#### BREAKDOWN BY SECTOR FOR PROJECTS (SECURED FINANCING)



■ Number of Projects Secured Financing ■ Amount of Approved Financing (RM' million) ■ Amount Disbursed (RM' million)



#### **BREAKDOWN BY FINANCIAL INSTITUTIONS**





#### **BREAKDOWN BY EE PROJECTS**

No.	Name of Financial Institutions	Number of Projects	Amount of Financing
1	SME Bank	1	8,843,052.00
2	Agro Bank	1	3,500,000.00
3	Ambank	1	2,100,000.00
4	AmIslamic	2	6,000,000.00
5	Bank Rakyat	1	4,435,000.00
6	CIMB Bank	2	7,800,000.00
7	HSBC Amanah	1	563,000.00
8	OCBC Al-Amin	1	5,000,000.00
9	RHB Bank	1	4,700,000.00
10	Standard Chartered	1	1,500,000.00
	TOTAL	12	44,441,052.00



#### **TYPE OF PROJECTS**

	Green Project Certificate		Projects with Secured Financing		
Type of Projects	Number of Projects	Percentage (%)	Number of Projects	Percentage (%)	Financing Amount (RM)
Solar Farm (RE)	15	4.0%	14	7.6%	450,176,640.00
Solar-BIPV System (RE)	103	27.2%	69	37.3%	409,223,010.00
Biomass Power Plant (RE)	19	5.0%	13	7.0%	406,878,610.00
Hydro Power Plant (RE)	15	4.0%	8	4.3%	264,858,250.00
Green Product Manufacturer	61	16.1%	23	12.4%	189,512,960.00
Biogas Power Plant (RE)	29	7.7%	14	7.6%	135,052,600.00
Waste Recycling	41	10.8%	16	8.6%	128,608,106.00
Pulp	7	1.8%	3	1.6%	97,500,000.00
Pellet Plant	21	5.5%	5	2.7%	61,345,117.00
Energy Efficiency	40	10.6%	12	6.5%	44,441,052.00
Compost	18	4.7%	4	2.2%	39,451,000.00
Dry Fiber	10	2.6%	4	2.2%	8,670,000.00
TOTAL	379	100.0%	185	100.0%	2,235,717,345.00



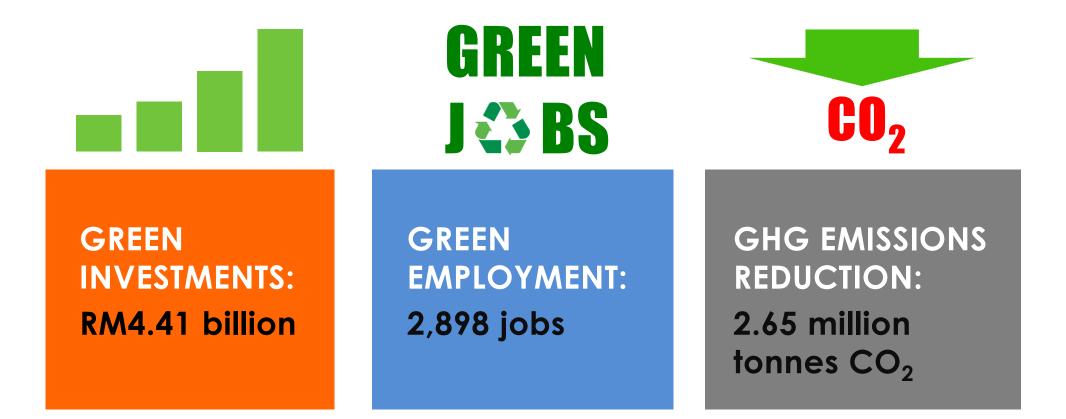
#### **EE PROJECTS IN GTFS**

Turne of Contorr	Number of	Projects wi Finar	Financing		
Type of Sector	Green Project Certificates	Number of Projects	Percentage (%)	Amount (RM)	
BUILDING	9	2	16.7%	13,843,052.00	
ENERGY	22	5	41.7%	10,663,000.00	
TRANSPORT	1	1	8.3%	5,300,000.00	
WASTE & WATER	8	4	33.3%	14,635,000.00	
TOTAL	40	12	100%	44,441,052.00	



#### IMPACTS

#### As of 30 April 2015, 185 Green Projects have been funded by 26 banks, amounting to RM2.236 billion





#### "Catalysing green technology deployment as Malaysia's strategic engine for socio-economic growth"







#### Malaysian Green Technology Corporation

No. 2, Jalan 9/10, Persiaran Usahawan, Seksyen 9, 43650 Bandar Baru Bangi, Selangor Darul Ehsan, MALAYSIA

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