

ANNEX I: LIST OF EXCLUDED ACTIVITIES FOR NSG OPERATIONS

The IDB does not finance projects or companies involved in the production, trade, or use of the products, substances or activities listed below.

- Those that are illegal under host country laws, regulations or ratified international conventions and agreements
- Weapons and ammunitions
- Tobacco³⁴
- Gambling, casinos and equivalent enterprises³⁵
- Wildlife or wildlife products regulated under Convention on International Trade in Endangered Species of Wild Fauna and Flora (CITES)³⁶
- Radioactive materials³⁷
- Unbonded asbestos fibers³⁸
- Forestry projects or operations that are not consistent with the Bank's Environment and Safeguards Compliance Policy³⁹
- Polychlorinated biphenyl compounds (PCBs)
- Pharmaceuticals subject to international phase outs or bans⁴⁰
- Pesticides/herbicides subject to international phase outs or bans⁴¹
- Ozone depleting substances subject to international phase out⁴²
- Drift net fishing in the marine environment using nets in excess of 2.5 km. in length

³⁴ This does not apply to project sponsors who are not substantially involved in these activities. "Not substantially involved" means that the activity concerned is ancillary to a project sponsor's primary operations.

³⁵ This does not apply to project sponsors who are not substantially involved in these activities. "Not substantially involved" means that the activity concerned is ancillary to a project sponsor's primary operations.

³⁶ www.cites.org

³⁷ This does not apply to the purchase of medical equipment, quality control (measurement) equipment and any equipment where it can be demonstrated that the radioactive source is to be trivial and/or adequately shielded.

³⁸ This does not apply to the purchase and use of bonded asbestos cement sheeting where the asbestos content is <20%.

³⁹ GN-2208-20, Environmental and Safeguards Compliance Policy, dated 19 January 2006, approved by the Board of Executive Directors on 19 January 2006.

⁴⁰ Pharmaceutical products subject to phase outs or bans in United Nations, Banned Products: Consolidated List of Products Whose Consumption and/or Sale Have Been Banned, Withdrawn, Severely Restricted or not Approved by Governments. (Last version 2001, www.who.int/medicines/library/gsm/edm-gsm-2001-3/edm-gsm-2001_3.pdf)

⁴¹ Pesticides and herbicides subject to phase outs or bans included in both the Rotterdam Convention (www.pic.int) and the Stockholm Convention (www.pops.int).

⁴² Ozone Depleting Substances (ODSs) are chemical compounds which react with and deplete stratospheric ozone, resulting in the widely publicized 'ozone holes'. The Montreal Protocol lists ODSs and their target reduction and phase out dates. The chemical compounds regulated by the Montreal Protocol include aerosols, refrigerants, foam blowing agents, solvents, and fire protection agents. (www.unep.org/ozone/montreal.shtml).

- Transboundary trade in waste or waste products⁴³, except for non-hazardous waste destined for recycling
- Persistent Organic Pollutants (POPs)⁴⁴
Non-compliance with workers fundamental principles and rights at work⁴⁵

⁴³ Defined by the Basel Convention (www.basel.int).

⁴⁴ Defined by the International Convention on the reduction and elimination of persistent organic pollutants (POPs) (September 1999) and presently include the pesticides aldrin, chlordane, dieldrin, endrin, heptachlor, mirex, and toxaphene, as well as the industrial chemical chlorobenzene (www.pops.int).

⁴⁵ Fundamental Principles and Rights at Work means (i) freedom of association and the effective recognition of the right to collective bargaining; (ii) prohibition of all forms of forced or compulsory labor; (iii) prohibition of child labor, including without limitation the prohibition of persons under 18 from working in hazardous conditions (which includes construction activities), persons under 18 from working at night, and that persons under 18 be found fit to work via medical examination; (iv) elimination of discrimination in respect of employment and occupation, where discrimination is defined as any distinction, exclusion or preference based on race, color, sex, religion, political opinion, national extraction, or social origin. (International Labor Organization: www.ilo.org)