



YES BANK Limited

Fueling Green Economy of India through Innovative Financing Models

CASE STUDY



Figure 1: YES BANK Ltd Green Energy Commitment, RE-INVEST 2015

Summary

YES BANK is a leader in RE financing in India, funding close to 1,100 MW of RE in FY 2014–15. It undertook a commitment of funding 500 MW or higher of RE, annually, at the UN Climate Summit, New York, 2014. In February 2015, at the First RE INVEST summit of the GoI, it committed to funding 5 GW in next 5 years and catalyzed over 160 GW of GECs from 45 clients.

The Bank issued India’s FIRST ever Green Infrastructure Bonds in February 2015, raising INR 1,000 crore (~USD 160 million) to fund its RE commitments. In Aug 2015, the Bank raised another INR 315 crore (~USD 50 million) from IFC through its Masala Bonds listed on the London Stock Exchange



Objective of Intervention

- Financing renewable energy in India to fuel India's Green Economy
- Committing to funding RE
- Creating dedicated, innovative financial products to fulfill commitments
- Creating benchmark for other financial institutions and creating pipeline for funding of renewable energy in India

Type of Intervention and Location

Funding of Renewable Energy projects in India

Description of Intervention

YES BANK considers Renewable Energy as a sunrise sector of the economy and has taken a clear lead from its peers in providing finance for the sector, and funded close to 1,100 MW of RE in FY 2014–15. YES BANK made its first public commitment to fund 500 MW of RE annually, at the UN Climate Summit, New York, in 2014. At the First RE INVEST Summit in February 2015, it raised its commitment, to funding 5 GW of RE over 5 years. Concurrently, the Bank issued India's First ever Green Infrastructure Bonds to raise 1000 crore (~160 million USD) to exclusively fund its RE commitments. The 500 crore issue, with a greenshoe option, was oversubscribed demonstrating strong demand for such instruments in India.

YES BANK, as the pro-bono Knowledge Partner for the RE-INVEST 2015, also released a knowledge report titled "Realising Synergies: Increasing Renewable Energy Investments in India". The BANK remains committed to fueling this transition to India's cleaner energy future.

Intangible or Tangible Benefit

YES BANK is committed to fuelling the green energy sector of India through innovative financial models. Renewable Energy financing is a key focus area for YES BANK and it has been proactive in funding leading RE developers and projects in India. Taking new, emerging, and climate friendly technologies as the focus area of the bank has helped the bank mitigate many risk faced by conventional power sector units, like fuel linkage arrangement, etc. It has also allowed the Bank to be ahead of the curve in accessing new clients to boost its business.



About YES BANK

YES BANK, India's fifth largest private sector Bank with a pan India presence across all 29 states and 7 Union Territories of India, headquartered in the Lower Parel Innovation District (LPID) of Mumbai, is the outcome of the professional & entrepreneurial commitment of its Founder Rana Kapoor and its top management team, to establish a high quality, customer centric, service driven, private Indian Bank catering to the future businesses of India.

YES BANK has a knowledge driven approach to banking, and offers a superior customer experience for its retail, corporate and emerging corporate banking clients. YES BANK is steadily evolving as the Professionals' Bank of India with the long term mission of "Building the Finest Quality Large Bank of the World in India" by 2020.