

The FEC strengthens its environmental and social policy
for sustainable and inclusive development of territories

The Fonds d’Équipement Communal ensures that it continues its actions and implements its commitment to sustainable territorial development, thereby contributing to the achievement by Territorial Communities of national sustainable development objectives at the local level, in its economic, social and environmental dimensions.

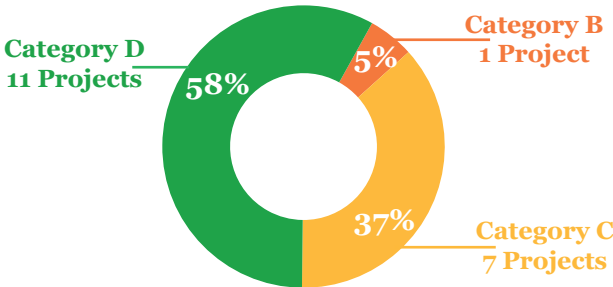
To this end, and as part of the implementation of its strategic vision in terms of sustainability, the FEC adopted, in April 2022, its own Environmental and Social (E&S) Policy, which constitutes the cornerstone of its Environmental and Social Management System (ESMS), and which made it possible to formalize and give a new dimension to the integration of E&S risks into the Bank's overall risk management.

Aware of the stakes related to climate change, the Bank updated its E&S Policy in November 2024 to integrate the “Climate Risks and Opportunities” component, based on a continuous compliance approach and a gradual alignment of its operations with the best international sustainability standards.

The integration of this new component strengthens the Bank's expertise in sustainability and helps promote low-carbon and resilient development of territories.

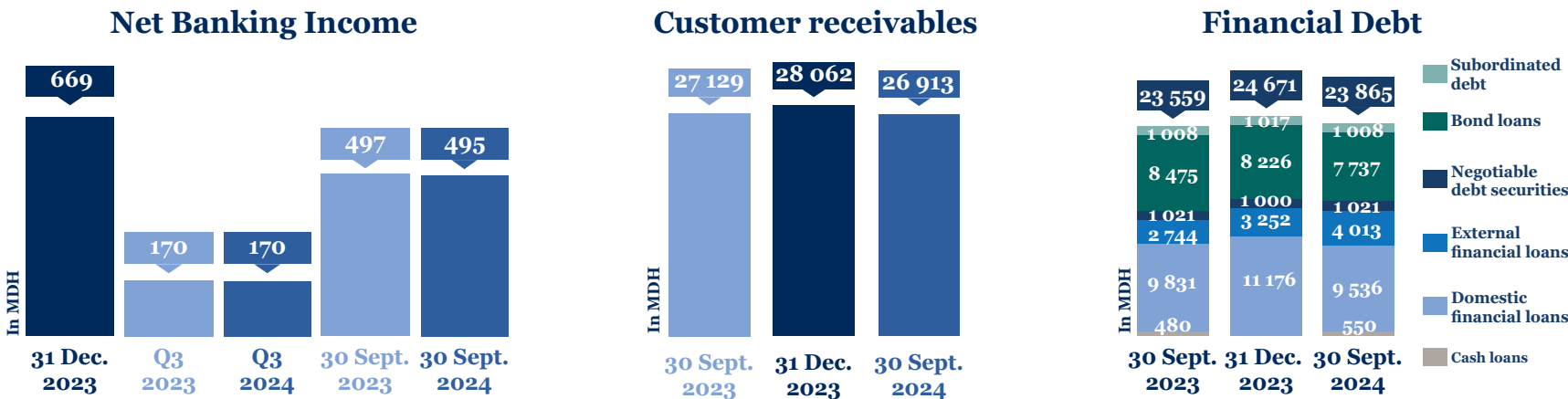
In accordance with the Institution's Environmental and Social (E&S) policy, the results of the E&S rating show that the majority of projects financed by the Bank until the end of September 2024 are classified in "Categories D or C" and concern projects with minimal and controllable risks.

Environnemental and Social (E&S) Rating *



* Allocated projects at the end of September 2024

Main financial indicators
as of September 30, 2024



At the end of September 2024, the NBI of the Fonds d’Équipement Communal reached 495 MDH, a level comparable to that recorded during the same period of the previous year.

For their part, loan commitments and loan disbursements reached 1 780 MDH and 1 220 MDH respectively at the end of September 2024, and enabled the FEC to contribute to the financing of several projects carried out by the Territorial Communities in different sectors of intervention. It should be noted that the lending activity at the end of September 2024, was marked by a return to a normative level compared to the year 2023, which had been marked by the co-financing by the FEC of a strategic project, distinguished by the significant volume of its investment.

Through this new financings, customer receivables reached nearly 27 BDH at the end of September 2024.