

## Environmental and Social Data Sheet

### Overview

Project Name:	MLEKPOL'S DAIRY PRODUCTION FACILITY
Project Number:	2016-0066
Country:	Poland
Project Description:	The project concerns the construction and operation of new powder production lines in an existing milk processing complex.
EIA required:	no
Project included in Carbon Footprint Exercise <sup>1</sup> :	yes

(details for projects included are provided in section: "EIB Carbon Footprint Exercise")

### Environmental and Social Assessment

#### Environmental Assessment

The project falls under Annex II of the Directive 2011/92/EC and Industrial Emission Directive 2010/75/EU. The project is subject to the local Environmental legislation (Environmental Act of 2008). The Competent Environmental Authority has screened out the project and no EIA is required. The promoter started the application for the building permits for the implementation of the project which is expected to be granted in September 2016. Operational permits are expected to be granted at a later stage following the completion of the project and in line with local regulation. The impact on the environment is expected to be minor.

The expected impacts on the environment consist of emissions to air, effluents to water, increase in traffic as well as others caused during construction. These impacts will be mitigated by the measures included in the permits already issued. The existing site includes a waste water plant that has sufficient capacity to treat the effluents from the new plant. The new milk powder plant is based on proven process technology compliant with best available techniques (BAT).

#### Social Assessment

The promoter is accredited to meet the standards of ISO 9001, BRC Global Standard – Food and International Food Standard (IFS) safety systems for food production (HACCP). The project will secure existing jobs of the company and create 160 new positions.

#### EIB Carbon Footprint Exercise

In accordance with the Bank's Carbon Footprint methodology, estimated annual emissions of project in a standard year of operation: 80.1 kT CO<sub>2</sub>e/year absolute (gross) and 25 kT CO<sub>2</sub>e/year relative (net) due to the use of electricity and heat of the plant. For the annual accounting purposes of the EIB Carbon Footprint, the project emissions will be attributed as a proportion of project cost on a pro rata basis according to the EIB lending amount signed in that year.

<sup>1</sup> Only projects that meet the scope of the Pilot Exercise, as defined in the EIB draft Carbon Footprint Methodologies, are included, provided estimated emissions exceed the methodology thresholds: above 100,000 tons CO<sub>2</sub>e/year absolute (gross) or 20,000 tons CO<sub>2</sub>e/year relative (net) – both increases and savings.

## **Public Consultation and Stakeholder Engagement**

The decision from the local competent authority was made available to the public in December 2015. No complaints were raised.

## **Other Environmental and Social Aspects**

The project will be implemented adjacent to an existing milk processing factory far from any site of nature conservation.

## **Conclusions and Recommendations**

The following condition needs to be satisfied by the promoter:

- The promoter shall provide evidence, at the satisfaction of the Bank, of having received the building permit from the environmental competent authority.
- The promoter undertakes to provide a copy of the operating permit from the environmental competent authority.

Taking into account the conditions on the project, the capacity of the promoter and the systems in place to manage environmental and social impacts and issues, the project is acceptable for the Bank's financing in environmental and social terms.