Early Warning System

ADB-56027-001

Envoy Sustainable and Energy Efficient Textile Manufacturing Project

Early Warning System

Envoy Sustainable and Energy Efficient Textile Manufacturing Project

ADB-56027-001

Quick Facts

Countries	Bangladesh
Financial Institutions	Asian Development Bank (ADB)
Status	Approved
Bank Risk Rating	B
Voting Date	2022-11-28
Borrower	Envoy Textiles Limited (ETL)
Sectors	Industry and Trade
Investment Type(s)	Loan
Investment Amount (USD)	$ 10.80 million
Loan Amount (USD)	$ 10.80 million

Project Description

According to ADB, the proposed project involves funding the purchase and installation of spinning machinery and associated equipment for Envoy Textiles Limited's second spinning unit. The new unit will have an annual yarn production capacity of 3,600 tons which will be mainly used for in-house consumption. The borrower has its factory in Jamirdia, which is about 71 kilometers north of Dhaka.

The project supports the backward integration of ETL through the expansion of its yarn production capacity for manufacturing denim fabric. The project will reduce energy consumption by introducing new and efficient machinery and equipment and will qualify as climate mitigation finance. The project will also support gender inclusion by promoting gender equality through a gender action plan.

Investment Description

- Asian Development Bank (ADB)

Private Actors Description

ETL is the leading denim fabric manufacturer in Bangladesh with an annual production capacity of 52 million yards, representing about 10% of the country’s total denim fabric capacity. The primary activity of the company is the production of denim fabrics of various colors, qualities, fashions, styles, and weights. Most of ETL’s sales are either direct exports or sales to domestic ready-made garment (RMG) manufacturers, who in turn export their finished products, hence those sales are considered deemed exports. ETL is the world’s first certified platinum Leadership in Energy and Environmental Design denim manufacturing facility by the United States Green Building Council.

Contact Information

Responsible ADB Department	Private Sector Operations Department
Responsible ADB Division	Infrastructure Finance Division 1
Responsible ADB Officer	Oishi, Yohei

ACCESS TO INFORMATION

You can submit an information request for project information at: https://www.adb.org/forms/request-information-form

ADB has a two-stage appeals process for requesters who believe that ADB has denied their request for information in violation of its Access to Information Policy. You can learn more about filing an appeal at: https://www.adb.org/site/disclosure/appeals

ACCOUNTABILITY MECHANISM OF ADB

The Accountability Mechanism is an independent complaint mechanism and fact-finding body for people who believe they are likely to be, or have been, adversely affected by an Asian Development Bank-financed project. If you submit a complaint to the Accountability Mechanism, they may investigate to assess whether the Asian Development Bank is following its own policies and procedures for preventing harm to people or the environment. You can learn more about the Accountability Mechanism and how to file a complaint at: http://www.adb.org/site/accountability-mechanism/main.

Bank Documents

- Envoy Sustainable Backward Integration Project: Environment and Social Compliance Audit Report [Original Source]
- Envoy Sustainable Backward Integration Project: Initial Poverty and Social Analysis [Original Source]
- FAST Report [Original Source]
- Gender Action Plan [Original Source]
- Project Disclosure PDF [Original Source]