



Exclusion list

- The housing sector, unless it is deemed acceptable on a case by case basis.
- The defence industry, unless when financing the production and commercialisation in a country in the European Union or NATO of parts, components and subsystems destined to non-lethal defence. In this case, it will be necessary for the Interministerial Regulatory Board for Foreign Trade in Defence and Dual-Use Material (JIMMDU) to issue a favourable report on the corresponding operation.
- Activities recognised below:
 1. Exploitative or harmful forms of child labour¹ or forced labour².
 2. Activity linked to pornography and/or prostitution.
 3. Production or trade of any product or development of any activity considered illegal according to the laws and regulations of the country where the project is located.
 4. Production and trade of prohibited substances or in process of withdrawal such as, for example, (i) polychlorinated biphenyls (PCBs) (ii) ozone-layer depleting substances³ and (iii) herbicides, pesticides, drugs and other chemicals.
 5. Trading wild fauna and flora regulated by the Convention on International Trade in Endangered Species of Wild Fauna and Flora (CITES);
 6. Use of driftnets of over 2.5km in length.
 7. Production or trading products that contain loose asbestos fibres⁴.
 8. Cross-border trade of products or waste, unless it complies with the established Basel Convention and the regulations related to this Convention⁵.
 9. Generation of energy using nuclear fuel and/or production, storage, treatment and trade of radioactive products, including radioactive waste⁶.
 10. Destruction⁷ of areas considered to be of High Conservation Value⁸.

¹ Only people at least of 14 years of age pursuant ILO Convention 138 concerning Minimum Age may be employed, except where local legislation is more stringent, in which case the latter shall apply. In no case shall the employment of children be permitted in work that is economically exploitative or likely to be hazardous or to interfere with their education, or to be harmful to their health or physical, mental, spiritual, moral or social development.

² Any work or service that is not offered voluntarily but is demanded of a person under threat of force or penalty.

³ Particularly, substances regulated under the Montreal Protocol designed to protect the ozone layer by reducing and phasing out the production and consumption of ozone-depleting substances. These substances are present in aerosols, refrigerants, solvents and fire protection agents, among other products.

⁴ Asbestos was widely used until the 1970s in building, insulation and fireproofing materials.

⁵ Convention on Transboundary Movements and Disposal of Hazardous Waste.

⁶ It does not apply to the acquisition of medical equipment, measuring equipment or any other equipment where COFIDES considers the radioactive component to be negligible and/or adequately shielded.

⁷ "Destruction" means (i) the elimination or severe diminution of the integrity of an area caused by a significant and lasting change in land or water use compared to the area's recent state of integrity or (ii) the modification of a habitat to such an extent that it loses its ability to maintain its role compared to the role the area has recently played.

⁸ Areas of High Conservation Value are natural habitats of outstanding or critical importance such as (i) habitats of significant importance for the survival of threatened, critically endangered, endemic or range-restricted species, (ii) habitats that support the survival of globally significant concentrations of migratory or



11. Coal and fossil fuel activities along the value chain. In particular, the following shall be excluded:
- Fossil fuel projects: Projects for the exploration, production, transformation, distribution and transport of fossil fuels (coal, oil and conventional and non-conventional gas) and their associated infrastructure⁹.
 - Electricity generation plants: The building, extension or renovation of plants generating electricity from fossil fuels, including natural gas, with the exception of mini-grid projects powered by hybrid plants (combining renewable energies and fossil fuels) and their associated infrastructure.
 - Heat generation plants:
 - i. projects for the building, renovation and extension of new fossil-fired heat generation plants.
 - ii. projects for the construction, extension and renovation of cogeneration or trigeneration plants using fossil fuel.

congregating species, (iii) unique or highly threatened ecosystems or (iv) areas associated with key evolutionary processes (see <http://hcvnetwork.org>).

⁹ Infrastructure associated with a fossil fuel power plant is defined as infrastructure if the following conditions are met: (i) The infrastructure would not have been built in the absence of the fossil fuel power plant; and (ii) the fossil fuel power plant would not be economically viable without the infrastructure.