

Challenges

- Increasing legislation and public policies in sourcing of construction materials such as sands , bricks , metals , cements etc, challenge the housing and housing finance industry.
- Managing the objective of maximizing business return whilst conforming to growing pressure of adopting sustainability driven management practices.
- Advising customers to incorporate sustainability aspects in house designing and construction is a challenge, because most of the rural houses are self built with own supplied timber, sand and metals etc.
- Climate change could affect loan repayment cash flows of the borrowers
- Initial cost of incorporating sustainability practices in house construction and office management is costly; solar system etc.

Opportunities

- Improving brand recognition by integrating and reporting on sustainability in the daily management operation.
- Opens doors to source local and international ethical finance .
- Increasing demand for green loan products and services.
- Improve productivity and save cost on electricity, transport, stationary and enhances competitiveness.

Risks

- High credit risk on granting loans to customers with agriculture based income due to climate change.
- Risk of environmental degradation due to increasing consumption of unrenewable resources.
- Climate change could create health problems and supply of foods which are more fundamental than payment for housing.