

## ELECTRIFICATION



This loan is for new electric plant, machinery, equipment, or infrastructure to help businesses avoid or transition away from fossil-fuel powered equivalents.

Loans for electrification can have fixed or variable rates.

**Sustainable purpose**

Sustainable Business Loans for electrification can be used for the following purposes (note that examples are not exhaustive).

- **Electrification of plant and machinery**  
This includes the purchase and installation of new electric plant or equipment or infrastructure (e.g. electric compressors, electric heavy construction tools, electric cleaning or maintenance equipment, electric batteries and chargers) that replace or avoid a fossil fuel powered alternative.
- **Electrification of industrial or commercial processes**  
This includes the purchase and installation of:
  - New electric systems (or components of systems) used in process heat or manufacturing that replace or avoid a fossil fuel powered alternative.
  - Electric motors, pumps, or drives that replace or avoid a fossil fuel alternative.

Sustainable Business Loans for electrification are for fixed/permanent electric-powered plant, machinery, equipment and infrastructure. For on-road transportation and non-electric sustainable equipment, refer to the Sustainable Business Loan for Sustainable Transport & Equipment.

**Exclusions**

A Sustainable Business Loan cannot be used for plant, equipment, machinery, infrastructure or processes powered by petrol, diesel, natural gas, coal, LPG, or other fossil fuels.

## Eligibility Criteria and Documentation Requirements

Discuss the sustainable loan use with our team, and we'll consider whether a Sustainable Business Loan is right for you.

If you qualify for a Sustainable Business Loan, you'll need to provide evidence that the loan is for one of the sustainable purposes listed on the previous page. More information on document requirements is set out below.

**For electrification of plant and machinery or industrial or commercial processes** you will need to provide:

- An independent expert report, quote or invoice for sustainably powered transport or charging infrastructure evidencing the low carbon outcome of the loan use.
- Proof of purchase and/or installation of sustainably powered transport or charging infrastructure within 90 days of loan advance.

**For sustainable powered plant and machinery** you will need to provide:

- A manufacturer specification sheet, product data sheet, or technical documentation (e.g. from the manufacturer's website) demonstrating that the project/asset uses electricity as the power source and that it replaces or avoids a fossil fuel powered alternative.
- A quote or invoice for electric plant, equipment, machinery or infrastructure, or industrial or commercial processes.
- Proof of purchase and/or installation of sustainably powered plant, equipment, machinery or infrastructure within 90 days of the loan advance.

## Qualifying costs for electrification

Qualifying costs include capital costs and associated installation and setup costs. Operating costs are excluded.

Evidence of these can be provided through:

- Detailed invoices that include your business name, supplier details, description of the goods and services provided and relevant costs.
- If applicable, quantity surveyor, engineer or installer report(s) evidencing the relevant costs incurred.

For further questions please get in touch with your lender, or talk to a business banking specialist [here](#).

Kiwibank eligibility and lending criteria, terms and conditions, and fees apply, including those that apply to the relevant business lending product. This information, including the eligible categories and criteria, is subject to change. In all cases, Kiwibank reserves the right to request further information or decline an application