

## Green Bond Fact Sheet

VPBank		Date: 12/02/2020	
Issue date: 14-01-2020 Maturity date: 14-01-2025 Tenor: 5			
Issuer Name	Vietnam Prosperity Joint-Stock Commercial Bank	Amount Issued	USD71m
Country of risk	Vietnam	CBI Database	Included
Issuer Type <sup>1</sup>	Loan	Bond Type	Loan
Green Bond Framework	N/A	Second party opinion	N/A
Certification Standard	Not certified	Assurance report	N/A
Certification Verifier	N/A	Green bond rating	N/A
Use of Proceeds			
<input checked="" type="checkbox"/> Energy	<input type="checkbox"/> Solar <input type="checkbox"/> Onshore wind <input type="checkbox"/> Offshore wind <input type="checkbox"/> Geothermal <input type="checkbox"/> Hydro	<input type="checkbox"/> Tidal <input type="checkbox"/> Biofuels <input type="checkbox"/> Bioenergy <input type="checkbox"/> District heating <input type="checkbox"/> Electricity grid	<input type="checkbox"/> Energy storage <input type="checkbox"/> Energy performance <input type="checkbox"/> Infrastructure <input type="checkbox"/> Industry: components <input type="checkbox"/> Adaptation & resilience
<input checked="" type="checkbox"/> Buildings	<input type="checkbox"/> Certified Buildings <input type="checkbox"/> HVAC systems <input type="checkbox"/> Energy performance	<input type="checkbox"/> Water performance <input type="checkbox"/> Energy storage/meters <input type="checkbox"/> Other energy related	<input type="checkbox"/> Industry: components <input type="checkbox"/> Adaptation & resilience
<input type="checkbox"/> Transport	<input type="checkbox"/> Electric vehicles <input type="checkbox"/> Low emission vehicles <input type="checkbox"/> Bus rapid transit <input type="checkbox"/> Passenger trains <input type="checkbox"/> Urban rail	<input type="checkbox"/> Freight rolling stock <input type="checkbox"/> Coach / public bus <input type="checkbox"/> Bicycle infrastructure <input type="checkbox"/> Energy performance	<input type="checkbox"/> Transport logistics <input type="checkbox"/> Infrastructure <input type="checkbox"/> Industry: components <input type="checkbox"/> Adaptation & resilience
<input type="checkbox"/> Water & wastewater	<input type="checkbox"/> Water distribution <input type="checkbox"/> Water treatment <input type="checkbox"/> Wastewater treatment <input type="checkbox"/> Water storage	<input type="checkbox"/> Storm water mgmt <input type="checkbox"/> Flood protection <input type="checkbox"/> Desalination plants <input type="checkbox"/> Erosion control <input type="checkbox"/> Energy performance	<input type="checkbox"/> Infrastructure <input type="checkbox"/> Industry: components <input type="checkbox"/> Adaptation & resilience

<input type="checkbox"/> Waste management	<input type="checkbox"/> Recycling <input type="checkbox"/> Waste prevention <input type="checkbox"/> Pollution control	<input type="checkbox"/> Landfill, energy capture <input type="checkbox"/> Energy performance <input type="checkbox"/> Infrastructure	<input type="checkbox"/> Waste to energy <input type="checkbox"/> Industry: components <input type="checkbox"/> Adaptation & resilience
<input type="checkbox"/> Land use & agriculture	<input type="checkbox"/> Afforestation/parks <input type="checkbox"/> FSC Forestry <input type="checkbox"/> FSC Cellulose & paper	<input type="checkbox"/> Land remediation <input type="checkbox"/> Energy/water efficiency	<input type="checkbox"/> Sustainable agriculture <input type="checkbox"/> Adaptation & resilience
<input type="checkbox"/> Other	<input type="checkbox"/> Adaptation & resilience	<input type="checkbox"/> ICT	<input type="checkbox"/> Industry: process
<b>Issue details</b>			
<b>Reporting</b>	According to the IFC, the loan will qualify as per the Green Loan Principles (GLPs). As per GLPs, VPBank will also establish a management system to track, manage, and report on the use of proceeds of a loan for dedicated green projects through third party verification.		
<b>Company information</b>	VPBank is one of the earliest-established Joint-stock Commercial banks in Vietnam. VPBank has set an ambitious target of becoming the most consumer- friendly technology- driven bank and among Vietnam’s top 3 most valuable banks by 2022.		
<b>Firsts, records and certifications</b>	IFC’s first green loan to a bank in Vietnam.		
<b>Proceeds description</b>	Approximately a third of the IFC’s financing package of USD212.5m will help VPBank to expand its lending to small and medium enterprises (SMEs), hence creating new options for businesses to obtain green financing at a favourable interest rate. According to the IFC, most of the near-term multimillion-dollar climate investment potential in Vietnam is in renewables and infrastructure.		
<b>Climate Bonds view</b>	<p>The IFC’s loan represent a great example of how to channel institutional investment into emerging markets. Participation of regional and international lenders in this financing package shows the high interest of institutional and private investors in climate finance in Vietnam, facilitating a new source of capital while helping the country tackle climate change at the same time. As part of this transaction, VPBank has also adopted an international comprehensive standard in green lending, sending a positive signal to the market as well as to international investors.</p> <p>The Climate Bonds Initiative hopes to see appropriate reporting around loans to SMEs with respect to project eligibility, proceed allocation and impact reporting.</p>		
<b>Underwriters</b>			
<b>Deal comments</b>			
<b>Credit Rating</b>			
<b>Pricing summary</b>			
<b>Investors summary</b>	The five-year tenor loan comprises \$50 million from IFC’s own account, \$37.5 million from the multi-investor Managed Co-Lending Portfolio Program (MCP) managed by IFC, and \$125 million in syndicated loans from the Chinese Bank of Communications Company Limited; Industrial and Commercial Bank of China Limited; Korean KEB Hana Bank; Thai		

*Kiatnakin Bank Public Company Limited; German DEG — Deutsche Investitions- und  
Entwicklungsgesellschaft mbH; and multilateral International Investment Bank.*

<sup>1</sup> *Issuer categories: ABS, development bank, financial corporate, government-backed entity, loan, local government, non-financial corporate, sovereign*