# Green Bond Fact Sheet

**VPBank**

<table>
<thead>
<tr>
<th>Date: 12/02/2020</th>
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<table>
<thead>
<tr>
<th><strong>Issuer Name</strong></th>
<th>Vietnam Prosperity Joint-Stock Commercial Bank</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Amount Issued</strong></td>
<td>USD71m</td>
</tr>
<tr>
<td><strong>Country of risk</strong></td>
<td>Vietnam</td>
</tr>
<tr>
<td><strong>CBI Database</strong></td>
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<tr>
<td><strong>Issuer Type</strong></td>
<td>Loan</td>
</tr>
<tr>
<td><strong>Bond Type</strong></td>
<td>Loan</td>
</tr>
<tr>
<td><strong>Green Bond Framework</strong></td>
<td>N/A</td>
</tr>
<tr>
<td><strong>Second party opinion</strong></td>
<td>N/A</td>
</tr>
<tr>
<td><strong>Certification Standard</strong></td>
<td>Not certified</td>
</tr>
<tr>
<td><strong>Assurance report</strong></td>
<td>N/A</td>
</tr>
<tr>
<td><strong>Certification Verifier</strong></td>
<td>N/A</td>
</tr>
<tr>
<td><strong>Green bond rating</strong></td>
<td>N/A</td>
</tr>
</tbody>
</table>

## Use of Proceeds

| **Energy** | ☐ Solar ☐ Onshore wind ☐ Offshore wind ☐ Geothermal ☐ Hydro ☐ Tidal ☐ Biofuels ☐ Bioenergy ☐ District heating ☐ Electricity grid ☐ Energy storage ☐ Energy performance ☐ Infrastructure ☐ Industry: components ☐ Adaptation & resilience |
| **Buildings** | ☐ Certified Buildings ☐ HVAC systems ☐ Energy performance ☐ Water performance ☐ Energy storage/meters ☐ Other energy related ☐ Industry: components ☐ Adaptation & resilience |
| **Water & wastewater** | ☐ Water distribution ☐ Water treatment ☐ Wastewater treatment ☐ Water storage ☐ Storm water mgmt ☐ Flood protection ☐ Desalination plants ☐ Erosion control ☐ Energy performance ☐ Infrastructure ☐ Industry: components ☐ Adaptation & resilience |
### Issue details

#### Reporting

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.

#### Company information

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.

#### Firsts, records and certifications

IFC’s first green loan to a bank in Vietnam.

#### Proceeds description

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.

#### Climate Bonds view

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.

The Climate Bonds Initiative hopes to see appropriate reporting around loans to SMEs with respect to project eligibility, proceed allocation and impact reporting.

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### Waste management

- Recycling
- Waste prevention
- Landfill, energy capture
- Waste to energy
- Energy performance
- Industry: components
- Adaptation & resilience

### Land use & agriculture

- Afforestation/parks
- FSC Forestry
- FSC Cellulose & paper
- Land remediation
- Energy/water efficiency
- Sustainable agriculture
- Adaptation & resilience

### Other

- Adaptation & resilience
- ICT
- Industry: process

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**Underwriters**

**Deal comments**

**Credit Rating**

**Pricing summary**

**Investors summary**

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 (MCPP) 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 Entwicklungsellschaft mbH; and multilateral International Investment Bank.

2 Issuer categories: ABS, development bank, financial corporate, government-backed entity, loan, local government, non-financial corporate, sovereign