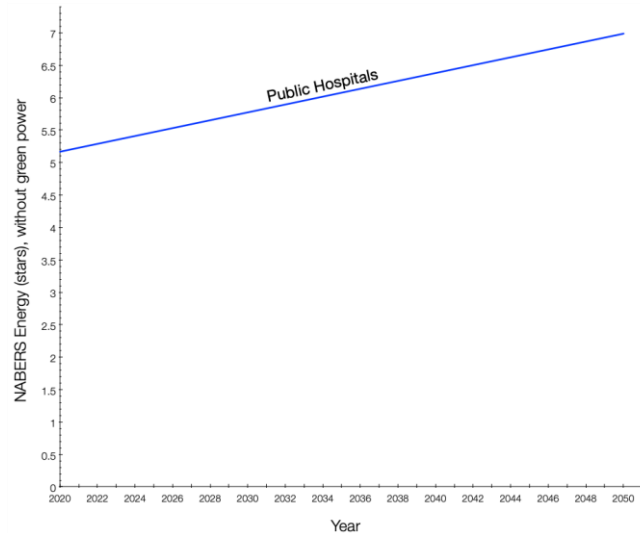


## PUBLIC HOSPITALS - AUSTRALIA

### Trajectory

Public Hospital buildings in Australia are eligible for certification if their certified NABERS Energy star rating, without green power purchases, is above the hurdle rate established for the midpoint of the term of the bond.

The trajectory used to establish the hurdle rate for Public Hospital buildings in Australia is shown in the diagram above. It can be seen that the hurdle rate starts at the 2020 baseline and increases over time. The rate of increase in the hurdle rate is determined to achieve a seven-star NABERS rating in 2050, which represent net zero emissions.



The NABERS Energy star rating is measured to two decimal places.

### Upgrades

Public Hospital upgrades can be eligible through the building Upgrades Criteria of the Climate Bonds Standard.

Eligible properties shall have achieved a minimum emission intensity reduction of 30% for a 5-year bond, rising to a minimum of 50% reduction for a 30-year bond. Emission intensity reductions shall be demonstrated through comparison of the emission intensity given by NABERS Energy ratings undertaken before and after the upgrade works.

### Additional Information

NABERS is a national initiative managed by the NSW Department of Planning, Industry and Environment on behalf of the Federal, State and Territory governments of Australia. More detail in NABERS for Public Hospital can be found at: <https://www.nabers.gov.au/ratings/spaces-we-rate/public-hospitals>

A worksheet is available for the Climate Bond Initiative website to calculate the qualification hurdle as a product of the issue date and tenor of a bond.

Climate Bonds would like to acknowledge the assistance provided with the NABERS team at DPIE in supporting the development of this proxy.