

 Early Warning System

AIIB-000312

Multi-country: Asia Climate Bond Portfolio



Quick Facts

Specific Location	Region-wide
Financial Institutions	Asian Infrastructure Investment Bank (AIIB)
Status	Approved
Bank Risk Rating	U
Voting Date	2019-08-27
Sectors	Finance
Investment Type(s)	Loan
Investment Amount (USD)	\$ 500.00 million
Loan Amount (USD)	\$ 500.00 million
Project Cost (USD)	\$ 500.00 million



Project Description

According to the bank document, the project seeks to address the underdevelopment of the climate bond market in AIIB members through a managed fixed income portfolio of US\$ 500 million. It expects to mobilize another US\$ 500 million from climate change-focused institutional investors. The project also seeks to allocate a portion of the investment proceeds for market education, engagement and issuer support.

The project seeks outperformance by identifying, analyzing and selecting climate champions—issuers who are well placed to thrive in the coming climate change environment. The selection of climate champions will be based on the Climate Change Assessment Framework. The Asia Climate Bond Portfolio has four main objectives:

1. Increase climate finance flows for sustainable infrastructure in emerging market (EM) Asia through the debt capital markets by identifying and investing in climate champions.
2. Create a Climate Change Assessment Framework to assess climate change investment risk and opportunity and fulfill the Paris Agreement's objectives.
3. Catalyze and mobilize investment from one or more climate change-focused institutional investors, which will further validate the Climate Change Assessment Framework.
4. Provide market education and engage with B-list issuers to support their transformation to become A-list climate champions.



Investment Description

- Asian Infrastructure Investment Bank (AIIB)

A Separately Managed Account of US\$500 million



Contact Information

Contact Points:

1/ AIIB Contact: Stefen Shin

Title: Senior Financial Institutions Relationship Officer

Email address: stefen.shin@aiib.org

2/ Investment Advisor Contact: Vanessa Wang

Title: MD and Head of North Asia Institutional Business, Amundi

Email address: Vanessa.wang@hk.amundi.com

In view of the derogation from the application of AIIB's, the Policy on the Project-Affected People's Mechanism (PPM) would also not apply to this project.

ACCOUNTABILITY MECHANISM OF AIIB

The AIIB has established the Accountability Mechanism for Project-Affected People (PPM). The PPM provides “an opportunity for an independent and impartial review of submissions from Project-affected people who believe they have been or are likely to be adversely affected by AIIB’s failure to implement the ESP in situations when their concerns cannot be addressed satisfactorily through Project level GRMs or AIIB Management processes.” Two or more project-affected people can file a complaint. Under the current AIIB policy, when the bank co-finances a project with another development bank, it may apply the other bank's standards. You can refer to the Project Summary Information document to find out which standards apply. You can learn more about the PPM and how to file a complaint at: <https://www.aiib.org/en/about-aiib/who-we-are/project-affected-peoples-mechanism/how-we-assist-you/index.html>.

The complaint submission form can be accessed in Arabic, Bahasa Indonesia, Bengali, Chinese, English, Tagalog, Hindi, Nepali, Russian, Turkish, or Urdu. The submission form can be found at: <https://www.aiib.org/en/about-aiib/who-we-are/project-affected-peoples-mechanism/submission/index.html>.



Bank Documents

- [Project Summary Information September 17 2019](#)