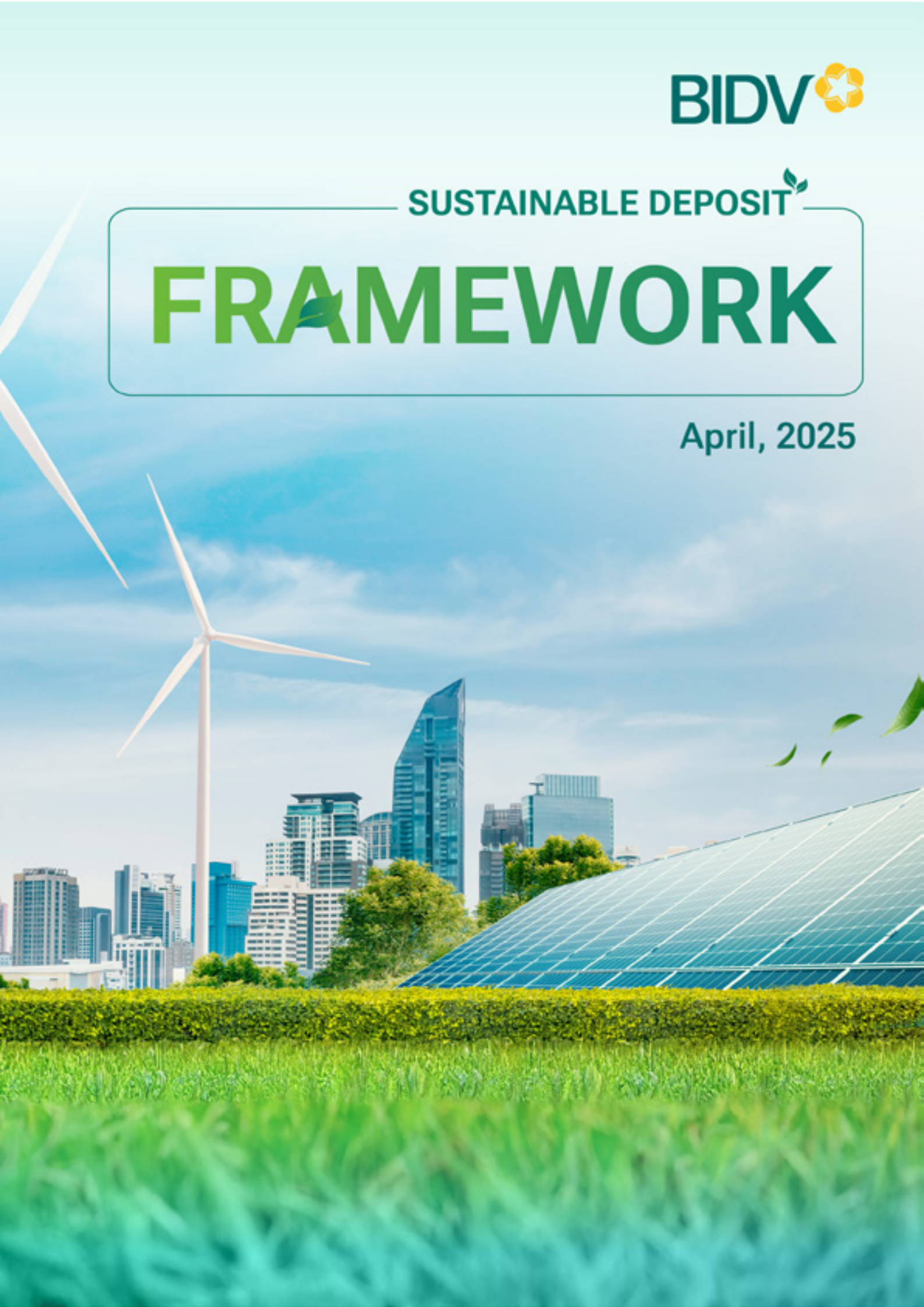


SUSTAINABLE DEPOSIT 

FRAMEWORK

April, 2025





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Introduction to BIDV

The Bank for Investment and Development of Vietnam JSC (BIDV), established in 1957, is one of the leading financial institutions in Vietnam, serving as a pillar of the national and regional financial infrastructure. Over nearly 68 years of development, BIDV has continuously grown and solidified its leadership position in scale, economic strength, transaction network, and service quality.

As of the end of 2024, BIDV's total assets reached over VND 2.7 quadrillion (equivalent to more than USD 100 billion), an impressive growth of 19.8% compared to 2023, maintaining its position as the largest commercial bank in Vietnam by total assets. BIDV operates an extensive network of over 1,000 domestic branches, transaction offices, and international presence in several countries and territories, delivering a diverse suite of banking and financial services to millions of retail and corporate clients.

In its long-term sustainable development strategy, BIDV has clearly defined its pioneering role in promoting green and sustainable finance, actively contributing to Vietnam's green economic transition. BIDV has published the Green Bond Framework, Sustainable Bond Framework, and Sustainable Loan Framework—each framework received an independent Second Party Opinion from Moody's, achieving a top tier "SQS 2 (Very Good)" rating.

BIDV has proactively developed and successfully implemented a range of green and sustainable financial products, including Green credit, Green Bonds, Sustainable bonds, and Green Deposits, to mobilize and allocate capital toward projects with positive environmental and social impacts. By the end of 2024, BIDV had successfully mobilized VND 5,000 billion (approx. USD 193 million) via Green Deposits, issued VND 5,500 billion (approx. USD 212 million) of Green and Sustainable Bonds, and maintained outstanding green credit of VND 80,870 billion (approx. USD 3.12 billion). These figures reflect BIDV's strong institutional commitment to mobilizing capital for sustainable development in Vietnam.

In response to the Vietnamese Government's commitment at COP26 to achieve net-zero emissions by 2050, BIDV has developed concrete action strategies and pledged close collaboration with the Government, the business community, and society to accelerate the country's green and sustainable transformation.

With a top priority on advancing sustainable financial solutions and strengthening partnerships with international organizations to attract more resources, expertise, and green technologies; BIDV has introduced a Sustainable Deposit Framework as the next milestone in its strategy. This underscores BIDV's determination and responsibility on the path to sustainable development, and its support for Vietnam's global climate commitments.





A. BIDV's Sustainable Deposit Framework

BIDV's Sustainable Deposit is a term deposit product offered to institutional clients in compliance with current regulations of the State Bank of Vietnam. It is designed to serve organizations seeking a secure investment vehicle that yields returns. Funds mobilized through the Sustainable Deposit will be used to finance or refinance **Eligible projects**¹ identified in accordance with **BIDV's Sustainable Loan Framework**.²

In cases where a project no longer meets the eligibility criteria, the corresponding loan will be removed from the Sustainable Deposit allocation, based on BIDV's annual review mechanism.

The fundraising scale for Sustainable Deposits is determined on a per-issuance basis, ensuring the mobilized amount does not exceed the value of disbursement-eligible projects for the respective reporting period



The Sustainable Deposit Framework applies to all deposit products labeled as "Green," "Social," or "Sustainable." Through this Framework, BIDV reaffirms its prioritization of capital mobilization and allocation toward projects with demonstrable and measurable environmental or social impacts. This aligns with BIDV's strategic goal of driving sustainable development and its role in supporting the Government of Vietnam in achieving net-zero emissions by 2050.



¹Eligible projects under BIDV's Sustainable Loan Framework include new projects or sub-projects, or refinancing of existing projects using the borrower's own capital, that meet the eligibility criteria for Green Projects and/or Social Projects as specified in Section 2.3.1 of the Sustainable Loan Framework..

In addition, these projects must concurrently satisfy the following conditions:

- (i) Compliance with the project evaluation and selection process as outlined in Section 2.3.2;
- (ii) Not falling under the exclusion list specified in Appendix 5 – Exclusion Criteria;
- (iii) Fulfillment of environmental and social risk assessment criteria during credit approval, as required in Section 2.3.2;
- (iv) Compliance with prevailing regulations of the State Bank of Vietnam and BIDV applicable to lending activities.

For refinancing of existing projects, the "look-back" period for investment expenditures shall not exceed three years prior to the disbursement date (as stipulated in Section 2.3.1).

(The above-mentioned sections and appendix are part of BIDV's Sustainable Loan Framework.)

²BIDV's Sustainable Loan Framework is officially issued and published on the website bidv.com.vn. The Framework may be periodically amended or supplemented to align with changes in national policy, international sustainable finance practices, market conditions, or BIDV's strategic development directions.



B. Key Components of the Sustainable Deposit Framework

BIDV's Sustainable Deposit Framework is structured around the following four core pillars: (1) Use of Proceeds from Sustainable Deposit mobilizations, (2) Evaluation and Selection of Eligible Projects, (3) Management of Proceeds and (4) Reporting.



I. Use of Proceeds

Proceeds from Sustainable Deposit issuances will be recorded and allocated to finance or refinance existing and new eligible projects in Vietnam:



Proceeds from Green Deposits will be allocated to eligible green projects, as defined in Appendix 3 – Green Project Eligibility Criteria³;

Proceeds from Social Deposits will be allocated to eligible social projects, as defined in Appendix 4 – Social Project Eligibility Criteria⁴;

Proceeds from Sustainable Deposits will be allocated to eligible green and/or social projects as defined in the above appendices⁵;

^{3,4,5} Reference to the Appendix under BIDV's Sustainable Loan Framework.

Green Loans



Sustainable Transport
Green Construction
Waste Treatment and Pollution Prevention



Renewable Energy, Clean Energy
Environmental Protection and
Energy Saving Service Provision



Green Agriculture



Natural Environment Protection
Ecological Environment Restoration and
Natural Disasters Prevention



Recycled and Renewable Resources



Green Industry



Sustainable Water Management in Urban and
Rural Areas



Sustainable Forestry

Social Loans



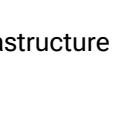
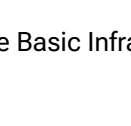
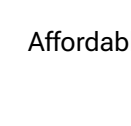
Access to Essential Services



Affordable Basic Infrastructure



Affordable Housing



Economic Inclusion

II. Evaluation and Selection of Projects

The evaluation and selection process is a critical component to ensure that proceeds from Sustainable Deposits are allocated to projects that meet eligibility requirements.

1. Project Eligibility

Projects must comply with the eligibility criteria for green and/or social projects and not fall under the exclusionary activities listed in **Appendix 5** of the Sustainable Loan Framework. BIDV applies comprehensive environmental and social policies across sectors to ensure that its financial products for economic development do not result in unacceptable negative impacts on people or the environment.

2. Credit Appraisal and Approval

Eligible projects must undergo BIDV's credit appraisal and approval processes, which are applicable at the time. Depending on the nature of each project, appropriate environmental and social risk management measures will be applied to identify and address potential risks before, during, and after disbursement.

III. Management of Proceeds

Proceeds from each Sustainable Deposit issuance will be recorded under general accounts and tracked for allocation to eligible projects. Issuance information (including currency, tenor, interest rate, maturity date, etc.) will be managed through product codes and BIDV's internal systems.

If part of the proceeds is used for refinancing, BIDV will provide an estimated allocation ratio for refinancing purposes in relevant reports.

BIDV will monitor and manage disbursement data for Sustainable Deposits allocated to eligible projects, including but not limited to disbursed amounts, disbursement dates, and sectoral information on the funded projects.

If eligible projects have been partially or fully disbursed before the deposit mobilization, BIDV will allocate the funds either as refinancing (for previously disbursed amounts) or new financing (for undisbursed balances). These projects must have undergone due diligence and have had their first disbursement date within 24 months prior to the date of deposit mobilization.

IV. Reporting

If eligible projects are not yet disbursed, BIDV will allocate proceeds from the Sustainable Deposit as new financing. The maximum allocation period will be six (06) months from the start date of each deposit issuance, depending on the respective tenor.

Pending full allocation, unallocated proceeds will be held in cash, deposits, or cash-equivalent instruments in accordance with regulations of the State Bank of Vietnam and BIDV's internal liquidity management policies. For clarity, management and allocation will be based on principal amounts only, excluding any interest earned during the tenor.

BIDV will publish allocation reports:

- (i) annually, or
- (ii) within 12 months of the start date of each green deposit issuance, or
- (iii) upon the occurrence of any material events that, in BIDV's view, affect the use of proceeds.

Depending on client confidentiality agreements, competitive considerations, and the disclosure framework of the underlying projects, the information may be presented either in an aggregated format or at the project portfolio level.





C. BIDV's Disclaimer

1

Prior to subscribing to BIDV's Sustainable Deposit, customers are expected to insure that:

(i) An independent review has been conducted to confirm the product's alignment with their organization's activities, based on available product documentation (including "Green Deposits," "Sustainable Deposits," or equivalent product developed by BIDV over time, all aligned with the criteria outlined in this Framework or other BIDV-provided materials);

(ii) They have sought advice from professional consultants, as needed, regarding financial, accounting, tax, legal, and other relevant considerations.

2

BIDV's Sustainable Deposit Framework may be reviewed, revised, or supplemented periodically to ensure alignment with the Bank's strategies, market practices, and applicable regulatory developments.

3

BIDV's allocation of proceeds from Sustainable Deposits to eligible projects under the Sustainable Loan Framework does not constitute an obligation to allocate all proceeds upon issuance immediately. Actual allocation timing will depend on the project implementation status and the eligible pipeline.

4

Sustainable Deposits are designed in accordance with prevailing international and domestic principles of sustainable finance. [As global and local legal standards for 'green,' 'social,' and 'sustainable' finance remain under development, BIDV makes no warranty that its products will fully satisfy the specific requirements of all jurisdictions or third parties. Clients should carefully consider local regulatory frameworks before subscribing to this product.]