



## WORKSHOP 1

# HOW TO CONNECT CHINA'S AND EUROPE'S GREEN FINANCE MARKETS



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Facilitated by



## LUXEMBOURG GREEN EXCHANGE - FILLING A MARKET GAP

Creation of the world's first and  
still only green exchange in 2016



**LUXEMBOURG**  
**GREEN EXCHANGE**

A photograph of several small green seedlings with two leaves each, growing out of dark brown soil. The seedlings are in various stages of growth, with some being taller and more developed than others. The background is a soft, out-of-focus green.

Unlocking Sustainable Capital



## GLOBAL REACH



USD 200 bn  
issued in total



500+ securities  
denominated in 21 currencies

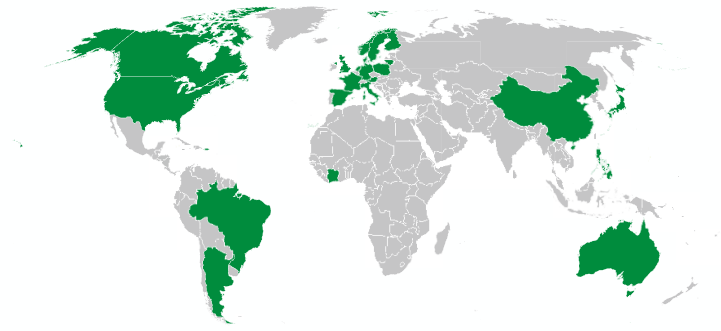


364% growth  
since 2016



50% market share  
of green, social and sustainability bonds  
listed worldwide

### Geographical distribution of LGX issuers



**LUXEMBOURG**  
GREEN EXCHANGE



## ACCELERATING NORTHBOUND INVESTMENTS BY INCREASING TRANSPARENCY

LuxSE/LGX to establish a “Green bond” channel





# AGRICULTURAL DEVELOPMENT BANK OF CHINA (ADBC): NOW AND FUTURE

- **March 2017** → ADBC “Ring the bell” ceremony to mark the first time Chinese domestic green bond information is made available on an international exchange
- **November 2018** → ADBC priced its inaugural international euro green bond in Luxembourg, listed on LuxSE and displayed on Luxembourg Green Exchange (LGX)
- **November 2018** → ADBC displayed information of 88 Chinese domestic bonds with a total value of 500bn EURO equivalent

## Next step

Promote international investment to ADBC's domestic bonds by direct access or indices inclusion / ESG green bond fund

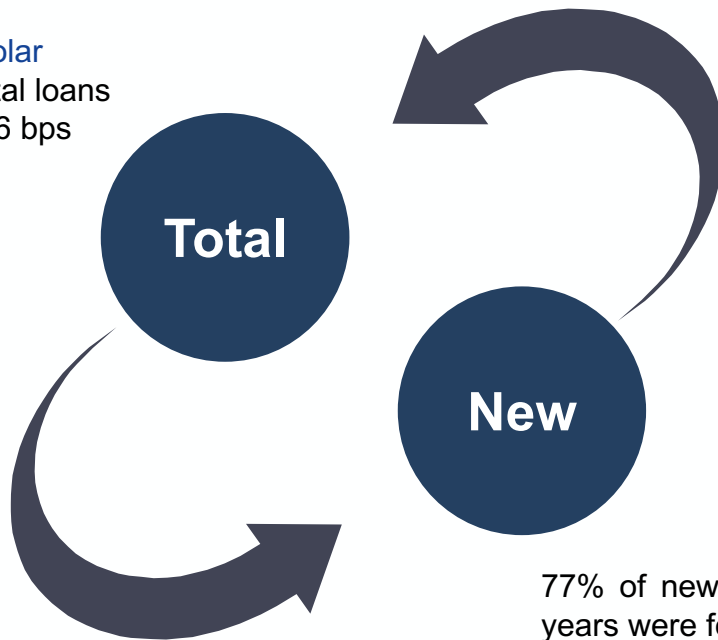
	Amundi Planet SICAV-SIF Emerging Green One Junior Amundi Planet SICAV-SIF Emerging Green One Mezzanine Amundi Planet SICAV-SIF Emerging Green One Senior
	HGA Obligations Vertes
	Investing For Development SICAV - Luxembourg Microfinance And Development Fund
	NN (L) Global Sustainable Equity NN (L) European Sustainable Equity NN (L) Global Equity Impact Opportunities NN (L) Euro Green Bond NN (L) Patrimonial Balanced European Sustainable
	SELECTRA Best of SRI Balanced SELECTRA Best of SRI Bonds
	Sparinvest SICAV - Ethical Emerging Markets Value Sparinvest SICAV - Ethical Global Value Sparinvest SICAV - Value Bonds Global Ethical High Yield
	East Capital China Environmental
	Generali Investments SICAV (GIS) SRI European Generali Investments SICAV (GIS) SRI Ageing Population
	NEF Ethical Total Return Bond NEF Ethical Balanced Conservative
	Xtrackers MSCI Philippines IM Index Xtrackers MSCI Singapore IM Index Xtrackers MSCI Indonesia Swap Xtrackers MSCI China Index Xtrackers MSCI Thailand Index Xtrackers MSCI Malaysia Index Xtrackers MSCI Pakistan Swap ...



## GREEN CREDIT GROWS FAST

At the end of December 2018, ICBC had RMB 1.238tn in balance of loans to energy conservation and environmental protection projects, up by RMB138.56bn, or 12.6% (6.6 bps faster than corporate loans), from the beginning of the year.

At the end of 2018, balance of loans to clean energy sources including hydropower, wind energy and solar energy accounted for 60% of total loans to the electricity industry, up by 6 bps compared with 2014.



77% of new loans issued in recent 3 years were for clean energy



## ICBC ISSUED THE 4 BELT AND ROAD GREEN CLIMATE BOND (2017-2019)

The Bank set up its Group Green Bond Framework and issued the first Belt and Road green climate bond in Luxembourg on Sep. 28, 2017.

- Size: 2.15bn US dollar equivalent
- Use of proceeds:
  - renewable energy,
  - low-carbon and low-emissions transport

### Won five awards:

- “2017 Best ESG Deal” (FinanceAsia)
- “2017 Best SRI Bond” (IFR Asia)
- “2017 Regional and Deal Award: Best Green Bond” (The Asset)
- “2017 Bond of the Year for Innovation in Use of Proceeds” (Environmental Finance)
- “2017 Asia Pacific Green/SRI Bond Deal of the Year” (GlobalCapital)

This green bond issue has enhanced the Bank's image and influence in the European market; over 70% of investors in 3Y EUR and USD bonds European investors. About 50% of investors in the two tranches are ESG investors.

- In June 2018, the Bank issued another 2 “Belt and Road” green bonds in London and Hongkong with a total amount of 2.31 bn US dollar equivalent.
- In April 2019, the Bank issued 1 BRBR green bond in Singapore with the total amount of 2.2 bn US dollar equivalent.



# THANK YOU

This event is organised with the kind support of:

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