

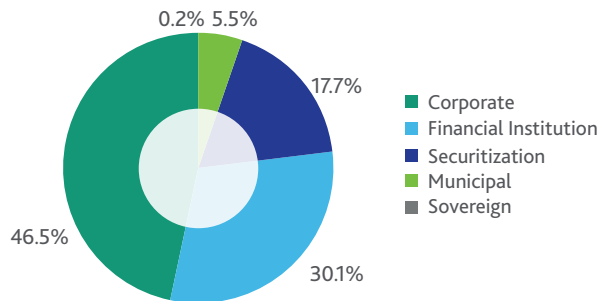
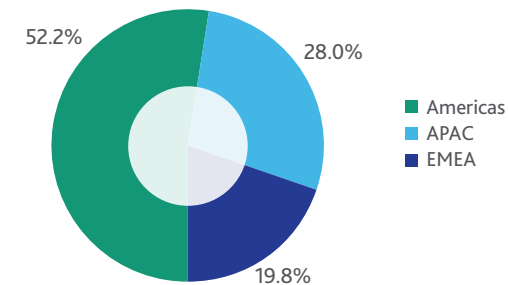
A Greener Approach to Financing

Green Bond Assessment Overview

Moody's GBA provides an evaluation of an issuer's approach to managing, administering, allocating proceeds to and reporting on environmental projects financed with green bond proceeds.

Moody's Green Bond Assessment Portfolio

33 Moody's GBAs with \$3.4 billion of debt (As of April 10, 2018)
Percent of assessed debt



ASSESSMENTS ARE DISTILLED FROM AN EVALUATION OF FIVE BROAD FACTORS

40%
Use of proceeds

- » Clean water
- » Sustainable land use
- » Sustainable waste mgmt
- » Sustainable water mgmt
- » Clean transportation
- » Biodiversity conservation
- » Renewable energy
- » Climate change adaptation
- » Energy efficiency

20%
Ongoing reporting

- » Monitoring
- » Frequency and quality of reporting
- » Environmental impacts

15%
Organization

- » Governance
- » Mission
- » Framework for deployment of proceeds
- » Project evaluation

15%
Management of proceeds

- » Allocation and tracking of proceeds
- » Temporary investment practices
- » Audit

10%
Disclosure on use of proceeds

- » Project disclosure practices
- » Funding practices
- » Reliance on external assurances

MOODY'S GREEN BOND ASSESSMENTS ARE EXPRESSED USING A SCALE RANGING FROM GB1 TO GB5. VARIOUS SUB-FACTOR CONSIDERATIONS ARE ALSO ESSENTIAL TO THE FINAL GRADE.

