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   Triple-A rated MDB with strong financial performance

2. VISION AND MISSION
   Financing Infrastructure for Tomorrow

3. INVESTMENT PORTFOLIO
   Global presence with a diverse business portfolio

4. CREDIT STRENGTHS
   Excellent financial credentials

5. FUNDING STRATEGY
   Funding program of up to USD11 billion
ABOUT AIIB
WHO WE ARE

- A multilateral development bank (MDB) established by international treaty with 109 members worldwide.
- Our Mission is financing Infrastructure for Tomorrow (i4t) in Asia and beyond—green infrastructure with sustainability, innovation and connectivity at its core.
- With our partners, we unlock new capital to generate short-term income, long-term growth and environmental sustainability.

Delivering value to our Members and investors with our principles:

LEAN

CLEAN

GREEN
WHY CHOOSE AIIB?

1. **MDB with sustainability at its core**
   - Environmental and Social Framework applies to all projects approved by AIIB.
   - Solid Sustainable Development Bond Framework.
   - Dual mandate supporting Sovereign and Nonsovereign-backed financing.

2. **Uniquely positioned issuer**
   - Triple-A rated with stable outlook from S&P/Moody’s/Fitch.
   - 0% risk weighted and HQLA 1 under the Basel Framework.
   - USD100 billion in capital stock with 20% assigned paid-in capital.
   - FY24 funding program of over USD11 billion.
   - An MDB with a growing balance sheet.

3. **Strong governance sustained by core principles**
   - Lean: Efficient management and highly skilled staff.
   - Clean: High ethical standards and zero tolerance for corruption.
   - Green: An institution built on respect for the environment.
OVERVIEW OF AIIB’S SHAREHOLDING STRUCTURE

Very high shareholder support from a large membership base.

Moody’s, May 2023

* Prospective founding Members. These are prospective members that signed the AIIB Articles of Agreement in June 2015 but have not yet ratified it. Prospective members include such prospective founding members and all applicants whose membership applications have been approved by the Bank’s Board of Governors, but have not yet completed the membership process.
ROBUST SHAREHOLDER STRUCTURE AND EXCELLENT CAPITAL STANDING

USD100 billion
AIIB’s authorized capital stock. Currently, 99% of AIIB’s allocated capital has been subscribed.

USD19.1 billion
Paid-in capital received as of December 31, 2023.

75%
AIIB’s regional members hold the majority of capital stock in view of AIIB’s regional focus.1

In line with other MDBs, AIIB expects to benefit from preferred creditor treatment (e.g., no requirement to participate in any rescheduling of national debt in any of its Members). Member liabilities to AIIB, such as sovereign loans or sovereign guarantees on private sector projects, rank on par with their obligations to the IMF and other MDBs.

Ratings Status of AIIB Shareholders2

| AAA: | 13% |
| AA- or better: | 28% |
| A- or better: | 65% |
| BBB- or better: | 83% |

Notes:

1. Unless amended by the Board of Governors.
2. Based on ratings from S&P, Moody’s and Fitch, if three ratings are available, the median is applied; if only two ratings are available, the lower rating is applied. Ratings are then weighted by shareholding.

<table>
<thead>
<tr>
<th>REGIONAL MEMBERS</th>
<th>Current Shareholding</th>
<th>Voting Power</th>
</tr>
</thead>
<tbody>
<tr>
<td>China</td>
<td>30.7%</td>
<td>26.6%</td>
</tr>
<tr>
<td>India</td>
<td>8.6%</td>
<td>7.6%</td>
</tr>
<tr>
<td>Russia</td>
<td>6.7%</td>
<td>6.0%</td>
</tr>
<tr>
<td>Korea</td>
<td>3.9%</td>
<td>3.5%</td>
</tr>
<tr>
<td>Australia</td>
<td>3.8%</td>
<td>3.4%</td>
</tr>
<tr>
<td>Other 42 Members</td>
<td>22.4%</td>
<td>25.5%</td>
</tr>
<tr>
<td>Total: 47 Members</td>
<td>76.1%</td>
<td>72.6%</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>NONREGIONAL MEMBERS</th>
<th>Current Shareholding</th>
<th>Voting Power</th>
</tr>
</thead>
<tbody>
<tr>
<td>Germany</td>
<td>4.6%</td>
<td>4.2%</td>
</tr>
<tr>
<td>France</td>
<td>3.5%</td>
<td>3.2%</td>
</tr>
<tr>
<td>UK</td>
<td>3.1%</td>
<td>2.9%</td>
</tr>
<tr>
<td>Italy</td>
<td>2.7%</td>
<td>2.5%</td>
</tr>
<tr>
<td>Spain</td>
<td>1.8%</td>
<td>1.7%</td>
</tr>
<tr>
<td>Other 42 Members</td>
<td>8.2%</td>
<td>12.9%</td>
</tr>
<tr>
<td>Total: 47 Members</td>
<td>23.9%</td>
<td>27.4%</td>
</tr>
</tbody>
</table>
## EXCEPTIONALLY SOUND BALANCE SHEET

as at December 31, 2023

### Assets (in USD)
- Investment Operations Portfolio¹: 24.0 billion
- Treasury Liquidity Portfolio²: 27.8 billion
- Others: 2.0 billion

Total: 53.8 billion

### Liabilities and Equity (in USD)
- Borrowings: 30.5 billion
- Equity³: 21.5 billion
- Other Liabilities: 1.8 billion

Total: 53.8 billion

### Capacity for Investment Operations (in USD)
- Maximum lending limit: 99.0 billion
- Subscribed callable capital: 77.6 billion
- Reserves and retained earnings: 24.0 billion
- Subscribed paid-in capital⁴: 19.4 billion

Notes:
1. Loan investments at amortized cost, bond investments at amortized cost (investment operations), investment in associate, investments at fair value through profit or loss (investment operations).
   Total amount of approved financings is USD49.2 billion as of December 31, 2023.
2. Cash and cash equivalents, term deposits and certificates of deposit, bond investments at amortized cost (treasury liquidity), and investments at fair value through profit or loss (treasury liquidity).
3. Paid-in capital receivables, funds deposited for cofinancing arrangements, derivative assets, intangible assets, property, plant and equipment, and other assets.
4. Paid-in capital comprises amounts received, amounts due but not yet received, and amounts not yet due.

For additional information, download AIIB’s Financial Statements.
## AIIB AAA-PEER GROUP COMPARISON
### FINANCIAL CREDENTIALS IN LINE WITH GLOBAL PEERS

<table>
<thead>
<tr>
<th></th>
<th>AIIB</th>
<th>ADB</th>
<th>AfDB</th>
<th>EBRD</th>
<th>EIB</th>
<th>IADB</th>
<th>IBRD</th>
<th>IFC³</th>
</tr>
</thead>
<tbody>
<tr>
<td>Shareholders</td>
<td>109</td>
<td>68</td>
<td>81</td>
<td>72</td>
<td>27</td>
<td>48</td>
<td>189</td>
<td>186</td>
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<tr>
<td>Credit Rating</td>
<td>AAA</td>
<td>AAA</td>
<td>AAA</td>
<td>AAA</td>
<td>AAA</td>
<td>AAA</td>
<td>AAA</td>
<td>AAA</td>
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<tr>
<td>Paid-in Capital¹ (USD billion)</td>
<td>19</td>
<td>7</td>
<td>8</td>
<td>7</td>
<td>24</td>
<td>12</td>
<td>22</td>
<td>22</td>
</tr>
<tr>
<td>Paid-in Capital/Total Subscribed Capital</td>
<td>20%</td>
<td>5%</td>
<td>4%</td>
<td>21%</td>
<td>9%</td>
<td>7%</td>
<td>7%</td>
<td>92%</td>
</tr>
<tr>
<td>Total Assets (USD billion)</td>
<td>54</td>
<td>291</td>
<td>51</td>
<td>76</td>
<td>581</td>
<td>148</td>
<td>318</td>
<td>99</td>
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<tr>
<td>Treasury Liquid Assets (USD billion)</td>
<td>28</td>
<td>45</td>
<td>16</td>
<td>34</td>
<td>85</td>
<td>33</td>
<td>75</td>
<td>40</td>
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<tr>
<td>Risk-adjusted Capital</td>
<td>51%</td>
<td>30%</td>
<td>28%</td>
<td>33%</td>
<td>26%</td>
<td>21%</td>
<td>25%</td>
<td>38%</td>
</tr>
<tr>
<td>Shareholders’ Equity² (USD billion)</td>
<td>21</td>
<td>54</td>
<td>13</td>
<td>21</td>
<td>84</td>
<td>38</td>
<td>55</td>
<td>33</td>
</tr>
</tbody>
</table>

Notes:
1. Paid-in capital comprises amounts received, amounts due but not yet received, and amounts not yet due.
2. Shareholder’s equity comprises paid-in capital, reserves, and retained earnings.
3. IFC does not benefit from callable capital.

Source: S&P Global Ratings Supranationals Special Edition October 2023

Figures for AfDB (reported in UA) were translated into US dollars using December 31, 2022 exchange rate of 1UA = USD1.33084

Figures for EBRD and EIB (reported in EUR) were translated into US dollars using December 31, 2022 exchange rate of EUR1 = USD1.10388
AIIB AAA-PEER GROUP COMPARISON
FINANCIAL CREDENTIALS IN LINE WITH GLOBAL PEERS

<table>
<thead>
<tr>
<th>Leverage Ratio</th>
<th>Usable equity/Gross Loans, %</th>
</tr>
</thead>
<tbody>
<tr>
<td>AIIB</td>
<td>97%</td>
</tr>
<tr>
<td>ADB</td>
<td>284%</td>
</tr>
<tr>
<td>AfDB</td>
<td>229%</td>
</tr>
<tr>
<td>EBRD</td>
<td>213%</td>
</tr>
<tr>
<td>EIB</td>
<td>303%</td>
</tr>
<tr>
<td>IADB</td>
<td>425%</td>
</tr>
<tr>
<td>IBRD</td>
<td>166%</td>
</tr>
<tr>
<td>IFC</td>
<td>0%</td>
</tr>
</tbody>
</table>

Notes:
1. Development-related assets and liquid assets rated A3 or lower / Usable Equity, %
2. Usable equity corresponds to total shareholders equity as reported by supranational institution, including paid in capital, reserves, retained earnings and excluding callable capital and any planned future capital installments.
3. Weighted average rating by share of total loans and guarantees.
4. Non-performing loans 90 days or over, called guarantees and realized equity investment losses.

Source: Multilateral Development Banks and Other Supranational Entities Handbook 2023. All figures as of 2022.
AIIB SUSTAINABLE DEVELOPMENT BONDS

INVEST IN OUR COMMITMENT TO SUSTAINABILITY

- AIIB’s Sustainable Development Bonds support the financing of a combination of green, social and sustainable projects.

- AIIB’s Sustainable Development Bond Framework applies to all debt issued by AIIB. The Framework is consistent with ICMA’s Sustainability Bond Guidelines and specifies the following core components:
  - (i) Use of Proceeds
  - (ii) Process for Project Evaluation and Selection
  - (iii) Management of Proceeds
  - (iv) Reporting

- The Framework outlines how AIIB projects adhere to the principles set out in AIIB’s Environmental and Social Framework and are designed to achieve environmentally and socially sustainable development outcomes.

- AIIB’s investments contribute to Members’ efforts in achieving their Paris Agreement objectives and support them in achieving their targets under the UN Sustainable Development Goals (SDGs).

- As of July 1, 2023, all AIIB’s new financing is aligned with the Paris Agreement.

- Each AIIB project is mapped with at least one sector-related SDG and a few cross-cutting SDGs. Nearly 60% of the projects approved in 2022 have some portion of financing contributing to SDG 13: Climate Action (including climate mitigation or adaptation).

Note: The numbers represent the count of approved projects as a percentage of the total count of approved projects in 2022 (including the COVID-19 Crisis Recovery Facility).
AIIB’s Climate Finance and Paris Agreement Commitment

- AIIB has issued its methodology for assessing the alignment of its investment operations with the Paris Agreement (PA) on July 1st, 2023. This means that all AIIB’s new investment operations should be consistent with low-carbon and climate-resilient development pathways.

- It reflects the Bank’s positioning on PA, which goes beyond safeguards or compliance, to identify opportunities where the Bank can provide additional value and details the application of the joint MDB methodological framework.

In 2022, AIIB’s climate finance amounted to 56% of total approved regular financing, up from 48% in the previous year.

- AIIB climate finance is estimated using the joint MDB climate mitigation and adaptation finance tracking methodologies. 5% of climate adaptation finance had dual benefits of mitigation and adaptation.

- AIIB climate finance for 2022 excludes financing approval through the COVID-19 Crisis Recovery Facility.
Growing Global Partnerships

- In 2018, AIIB was granted Permanent Observer status in the deliberations of both the United Nations General Assembly and the Economic and Social Council.
- AIIB generally enforces the debarment decisions of some MDBs that are parties to the MDB Agreement for Mutual Enforcement of Debarment Decisions (AMEDD).
- AIIB serves as the Administrator of the Multilateral Cooperation Center for Development Finance (MCDF) and host of its Secretariat at the AIIB HQ.
- AIIB participated in the launch of joint deliverables by MDBs:
  a) [MDB Joint Nature Statement and Planet](#)
  b) [MDB Joint Climate Statement](#)
  c) [Joint Report on MDBs' Climate Finance](#)
- In 2023, AIIB was granted observer status to the OECD Global Forum on Transparency and Exchange of Information for Tax Purposes.
- In 2023, AIIB issued USD1 billion guarantees against sovereign-backed loans made by the International Bank for Reconstruction and Development (IBRD), demonstrating partnership and collaboration among MDBs in using financing innovation to provide additional lending capacity.

Increasing Impact via Co-financing

- Ability for the MDB community to take on larger infrastructure projects.
- Enables project risk-sharing with other MDBs and manage exposure limits.
- Co-financed 113 projects as at December 31, 2023.
- Collaboration benefits entire MDB community with cross-fertilization of project management experience.
AIIB’S COMMITMENT TO SUSTAINABLE GROWTH

- **AIIB’s VISION** is a prosperous Asia based on sustainable economic development and regional cooperation.

- **AIIB’s MISSION** is Financing Infrastructure for Tomorrow. By investing in sustainable infrastructure, AIIB unlocks new capital, new technologies and new ways in which to address climate change and to connect Asia, and the world.

AIIB Invests in **Infrastructure for Tomorrow (i4t):**

- **Environmentally:** Addresses ecological impacts like water and air quality, biodiversity, pollution and climate change.

- **Sustainably and Inclusively:** Gives inclusive access, particularly to citizens excluded from access to infrastructure services.

- **Financially and Economically:** Projects with sound ROI, that raise economic growth and increase productivity.
A COMPREHENSIVE APPROACH TO INVESTMENT IN SUSTAINABLE INFRASTRUCTURE

2030 Corporate Strategy Targets

**GREEN INFRASTRUCTURE**

- **50%** climate financing by 2025

**CONNECTIVITY AND REGIONAL COOPERATION**

- **25-30%** cross-border connectivity financing by 2030

**PRIVATE SECTOR FINANCING**

- **50%** private sector financing by 2030

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<table>
<thead>
<tr>
<th>SECTOR</th>
<th>STRATEGIES</th>
</tr>
</thead>
<tbody>
<tr>
<td>Water</td>
<td>Environmental and Social Framework</td>
</tr>
<tr>
<td>Digital Infrastructure</td>
<td>Sector Strategies</td>
</tr>
<tr>
<td>Sustainable Cities</td>
<td>Water, Digital Infrastructure, Sustainable Cities</td>
</tr>
</tbody>
</table>
AIIB’s Environmental and Social Framework
Guarantees the Assessment of Environmental and Social Impacts for All Projects

- AIIB was established after the Paris Agreement and has applied its Environmental and Social Framework (ESF) from the start, ensuring that its operations achieve environmentally and socially sustainable development outcomes based on its Articles of Agreement.
- AIIB developed its ESF by benchmarking best international practices and learning from its peer institutions and continues to refine the ESF as necessary.
- Combined with AIIB’s Corporate Strategy, sector strategies and operational policies, the ESF guarantees the identification and management of environmental and social risks and impacts in the preparation and implementation of AIIB-financed projects.

Components of AIIB’s ESF

- Vision Statement
- Environment and Social Policy (ESP)
- Environmental and Social Standards (ESS)
- Environmental and Social Exclusion List (ESEL)

Important features of AIIB’s ESF

- Commitment to assess climate change and protect biodiversity.
- No funding for coal and excludes use of asbestos from AIIB-financed projects.
- Strong provisions for involuntary resettlement, land acquisition and Indigenous Peoples.
- Supports gender equality, provides measures to control gender-based violence.
- Provision of equal opportunities for persons with disabilities.
- Robust transparency and accountability mechanisms.
UZBEKISTAN: Bukhara Region Water Supply and Sewerage

<table>
<thead>
<tr>
<th>Approval Date</th>
<th>AIIB Committed Amount</th>
<th>Financing Type</th>
</tr>
</thead>
<tbody>
<tr>
<td>April 2020</td>
<td>USD385 million</td>
<td>Sovereign</td>
</tr>
</tbody>
</table>

The need for financing in the water and sanitation sector in the Bukhara Region of Uzbekistan is enormous, and AIIB will play a pivotal role in addressing the water, sanitation and infrastructure gap. At present, no sewerage network exists in the targeted districts, only septic tanks or latrines. To maximize economic and health benefits and ensure a safe environment, it is essential to support investments in integrated solutions for water supply and sewage services.

The investments under this project will increase access to safe drinking water and support the Government of Uzbekistan in addressing water supply and sanitation shortages. The project is expected to benefit 1.15 million residents of the prioritized areas in the region and strengthen the operational performance of the water utility of Bukhara Region.

The design and construction of the water supply and sewerage infrastructure will comply with national state standards for safe drinking water and environmentally adequate disposal of wastewater into drainage channels or rivers.
This project aims to facilitate cross-border trade by enhancing freight service efficiency of the containerized China Railway Express trains connecting Zhengzhou city in China to Europe and Central Asia. The international logistic hub will provide containerized railway freight services with dedicated trains between the two continents.

The proposed Project is expected to generate largely positive social benefits for the local population, including an increase in import and export trade volume by RMB3 billion benefitting 140 cities in 23 provinces in China, and more than 30 countries.

The Project is expected to generate 145 new jobs, where 26 job vacancies for managerial or technical roles will be occupied by women, and another 48 job vacancies for skilled female labors.
MULTICOUNTRY:
Data Center Development in Emerging Asia

Approval Date
October 2021

AIIB Committed Amount
USD150 million

Financing Type
Nonsovereign

Through the Keppel Data Centre Fund II, AIIB invest in the development of data centers serving Asia. This project aims to boost the domestic data infrastructure and bridge the gaps in data center penetration in developing countries.

Data centers enable remote working, online learning, smart logistics, eCommerce, digital entertainment, monitoring of power grids and have a role in most digital interactions. Following the accelerated application of digital technologies, data centers are essential building blocks of a modern digital economy.

The users of the data centers will include Cloud Service Providers (CSPs), Internet enterprises, telecommunication operators, financial services and other corporates and organizations. In particular, the CSPs will be able to empower “traditional” industries, such as retail, tourism, healthcare, and education with digitalized services.

AIIB supports projects where the application of technology delivers better value, quality, productivity, efficiency, resilience, sustainability, inclusion, transparency or better governance along the full project life cycle.
MULTICOUNTRY: Southeast Asia Women’s Economic Empowerment Fund

The Southeast Asia Women’s Economic Empowerment Fund is AIIB’s first impact investment in a gender-focused private equity fund. AIIB aims to support women’s economic empowerment and gender diversity by making sustainable investments in companies that particularly affect women and girls in Southeast Asia. The Fund targets to invest in Southeast Asia mainly in Viet Nam, Indonesia, and the Philippines, and opportunistically in Malaysia, Thailand, Cambodia, Lao PDR and Timor-Leste.

SWEEF’s investment strategy connects capital with high impact and high growth business opportunities in sectors such as healthcare, education, climate change mitigation and adaptation, as well as manufacturing efficiency enhancement. SWEEF’s investments are expected to create more gender equality opportunities and gender diversity outcomes for women, their families, and communities through its women’s economic empowerment focus.

AIIB’s Thematic Priorities

PRIVATE CAPITAL MOBILIZATION

AIIB supports projects that directly or indirectly mobilize private financing into sectors within its mandate. AIIB will serve a catalytic role to increase private and other investors’ appetite for investing in emerging market infrastructure as well as other productive sectors that are associated with and complementary to core infrastructure.

<table>
<thead>
<tr>
<th>Approval Date</th>
<th>AIIB Committed Amount</th>
<th>Financing Type</th>
</tr>
</thead>
<tbody>
<tr>
<td>October 2022</td>
<td>USD10 million</td>
<td>Nonsovereign</td>
</tr>
</tbody>
</table>
AIIB SUSTAINABLE DEVELOPMENT BONDS IMPACT REPORT
HIGHLIGHTS OF SECTOR OUTCOMES AS OF THE END OF 2022

AIIB directly financed
11,787 MW renewable energy capacity.

AIIB’s energy sector projects approved by 2022 are expected to avoid 19.2 million tons of carbon dioxide equivalent (CO2e) of greenhouse gas (GHG) emissions per year.

AIIB helped save 28,090 GWh of primary energy through its investments to improve energy efficiency.

AIIB helped more than 467 million people gain access to urban mass transport including electrification of urban transportation networks, electrical buses and more efficient underground metro facilities.

In 2022, AIIB’s climate finance amounted to USD2.4 billion, or 56% of regular approved financing.

Under its Sustainable Development Bond Framework, AIIB has committed to annual impact reporting on its overall portfolio and project-level results reflecting environmental and social benefits generated by its financing.

The Impact Reports include data on AIIB’s bond issuance profiles and a comprehensive analyses of its project portfolio. It also contains selected project stories from key infrastructure sectors to show how AIIB is making positive environmental and social impacts by investing in sustainable infrastructure and by catalyzing private capital in Asia and beyond.

Notes:
1. CRF projects are excluded from the calculation.
INVESTMENT PORTFOLIO

2017 Tajikistan: Nurek Hydropower Rehabilitation, Phase I
AIIB INVESTMENT PROJECT CYCLE
INCREASING DEVELOPMENT IMPACT WITH SOVEREIGN AND NONSOVEREIGN-BACKED FINANCING

Screening, Due Diligence and Impact Assessment
- Strategic Alignment
- Value Addition

Project Preparation and Board Approval
- Project Design & Target Results
- Implementation Readiness

Implementation, Monitoring and Closing

SOVEREIGN-BACKED FINANCING
- Strategic Alignment
- Value Addition

NONSOVEREIGN-BACKED FINANCING
- Strategic Alignment & Value addition
- Policy Alignment

IMPLEMENTATION MONITORING
- Transaction Quality
- Financial Returns

PROJECT COMPLETION & EVALUATION

▪ Project ideas and proposals are screened for their strategic fit with AIIB’s mandate and priorities. All AIIB-financed projects must comply with the Standards and Exclusion List in AIIB’s Environmental and Social Policy.
▪ Conditions and targets are put in place to ensure the project complies with AIIB’s ESF.
▪ The sector strategies provide guidelines on prospects to generate additional positive environmental and social value.

▪ Financing for the project is approved either by the Board of Directors, or, if approval authority has been delegated by the Board, by the President.

▪ Clients are required to conduct project procurement in accordance with AIIB’s Procurement Policy.
▪ There is ongoing monitoring of projects and their results through Project Implementation and Monitoring Reports (PIMRs).
▪ AIIB’s ESF supports best practices with use of project-level Grievance Redress Mechanisms to address complaints from project stakeholders, and the independent Project-affected People’s Mechanism.
INVESTMENT OPERATIONS
AN EXPANDING BUSINESS PORTFOLIO

Approved Financing per Financing Type\(^1\)
(as at December 31, 2023)

- **21%** NONSOVEREIGN PROJECTS
  - USD10.313 billion
  - 244 PROJECTS

- **79%** SOVEREIGN PROJECTS
  - USD38.928 billion

Note: 1. Approved Financing does not include projects that have been terminated.

Annual Approved Financing\(^1\)
(as at December 31, 2023)

<table>
<thead>
<tr>
<th>Year</th>
<th>Approved Financing (USD billions)</th>
<th>Number of Projects</th>
</tr>
</thead>
<tbody>
<tr>
<td>2016</td>
<td>2</td>
<td>0</td>
</tr>
<tr>
<td>2017</td>
<td>2</td>
<td>0</td>
</tr>
<tr>
<td>2018</td>
<td>3</td>
<td>0</td>
</tr>
<tr>
<td>2019</td>
<td>4</td>
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<tr>
<td>2020</td>
<td>6</td>
<td>0</td>
</tr>
<tr>
<td>2021</td>
<td>8</td>
<td>0</td>
</tr>
<tr>
<td>2022</td>
<td>7</td>
<td>0</td>
</tr>
<tr>
<td>2023</td>
<td>5</td>
<td>0</td>
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</tbody>
</table>
INVESTMENT OPERATIONS
DIVERSE BUSINESS PORTFOLIO
WITH LOANS AND INVESTMENTS IN 36 MEMBERS

Committed Financing Amount by Member – Top 10

- India: 9.41 USD billions
- Türkiye: 3.99 USD billions
- Bangladesh: 3.52 USD billions
- Multicountry: 3.42 USD billions
- China: 3.30 USD billions
- Indonesia: 3.05 USD billions
- Pakistan: 2.43 USD billions
- Uzbekistan: 2.25 USD billions
- Philippines: 1.75 USD billions
- Egypt: 1.16 USD billions

Total Investment Operations Committed Financing (as at December 31, 2023) USD 40.52 billion

- Health Infrastructure
- Digital Infrastructure and Technology
- Education Infrastructure
- CRF-Finance/Liquidity
- CRF-Public Health
- CRF-Economic Resilience/PBF
- Multi-sector
- Rural Infrastructure and Agriculture Development
- Urban
- Water
INVESTMENT OPERATIONS
DIVERSE BUSINESS PORTFOLIO WITH LOANS AND INVESTMENTS IN 36 MEMBERS

Committed Financing Amount by Sector (as at December 31, 2023)

- Digital Infrastructure and Technology: 1.6%
- Educational Infrastructure: 0.6%
- Rural Infrastructure and Agriculture Development: 0.2%
- Health Infrastructure: 0.1%

Total Committed Financing: USD40.52 billion
USD19.61 billion total financing approved as of December 31, 2023. For facility projects that enter into the pipeline after Feb. 24, 2022, AIIB will consider a narrower scope of eligible pandemic-related responses and co-finance such projects with peer MDBs:

- Vaccine procurement, distribution and deployment of both vaccines and therapeutics.
- Policy-Based Financing (PBF) for enhanced pandemic response, preparedness and recovery.
- Financing of essential COVID-19 emergency healthcare or urgent expenditure needs.

ECONOMIC RESILIENCE
To mitigate the economic impact on AIIB Members’ economies, AIIB can provide financing to supplement government productive expenditures to support the social and economic response and recovery.

FINANCING OF IMMEDIATE HEALTH SECTOR NEEDS
AIIB can support needed emergency public health responses, including the development of health system capacity and the provision of essential medical equipment and supplies to combat COVID-19.

FINANCINGS TO ADDRESS LIQUIDITY CONSTRAINTS FOR CLIENTS
With this support, clients can overcome liquidity constraints and maintain critical long-term investments that may have to be curtailed, delayed or suspended in the absence of AIIB financing.

COVID-19 CRISIS RECOVERY FACILITY
TOTAL FINANCING UP TO USD20 BILLION
EXTENDED UNTIL END-2023
CREDIT STRENGTHS

2021 India: Chennai Metro Rail Phase 2 Project Corridor 4
### AAA-CREDIT RATINGS

**TOP RATINGS WITH STABLE OUTLOOK FROM LEADING AGENCIES**

<table>
<thead>
<tr>
<th>AAA Outlook Stable</th>
<th>Short-term: A-1+</th>
<th>Short-term: Prime-1</th>
<th>Short-term: F1+</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>AIIB Strengths:</strong></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td><strong>GOVERNANCE</strong></td>
<td>We don't expect the Russia-Ukraine conflict will materially affect AIIB's operation.</td>
<td>The Bank has established its risk management practices on par with the strongest MDBs.</td>
<td>Fitch's assesses extraordinary support from AIIB's shareholders at 'a+', reflecting their capacity and 'strong' propensity to support the bank.</td>
</tr>
<tr>
<td><strong>CAPITAL MANAGEMENT</strong></td>
<td>AIIB has a sizable capital endowment of which 20% is paid-in capital. In our view, this reinforces AIIB's role, enabling it to become one of the largest MLIs globally.</td>
<td>“aa2” capital adequacy score reflects its large paid-in equity, combined with good development asset credit quality.</td>
<td>AIIB's 'excellent' capitalization assessment is based on Fitch's expectation.</td>
</tr>
<tr>
<td><strong>LIQUIDITY</strong></td>
<td>We expect AIIB's capital and liquidity to remain a significant strength compared with peers and underpin its financial profile.</td>
<td>AIIB’s “aaa” liquidity and funding score reflects our expectation that the bank will strictly adhere to its conservative liquidity policy.</td>
<td>“aaa” liquidity assessment is underpinned by AIIB's ample liquidity, higher credit quality if its treasury assets and increased presence on global capital markets.</td>
</tr>
</tbody>
</table>

**Summary rating rationale**

- **✓** Strong capital commitment from diversified sovereign shareholder base.
- **✓** Set to have an important mandate of filling the infrastructure financing gap in Asia.
- **✓** Strong governance and risk management framework.
- **✓** Excellent capitalization with very high projected liquidity position.
- **✓** Very high strength of member support.
- **✓** Preferred creditor status.
- **✓** 0% risk weight under Basel Framework.

Credit ratings do not constitute investment or financial advice, and credit ratings are not recommendations to purchase, hold or sell particular securities. Credit ratings do not comment on the suitability of an investment for any particular investor. There is no assurance that any rating will remain in effect for any given period of time or that any rating will not be revised or withdrawn entirely by a rating agency in the future if, in its judgment, circumstances so warrant.
Esg Credentials
Ratings With Stable Outlook From Leading Agencies

Key Highlights

- Strong environmental strategy.
- Advanced at environmentally responsible financing.
- Strong stakeholder relations.
- Robust internal controls and risk management.

- Strong commitment to exclusion based on the companies’ activities.
- Strong policy commitment to integrate ESG factors.
- Selects best-in-class companies according to ESG factors.

- AIIB forms part of the more progressive development banks, publicly disclosing on its website individual projects financed (including project overviews, financing information and project documents).
- Comprehensive lending programs with high social benefit.

Summary Rating Rationale

- Good management of ESG topics.
- Maintains low exposure to ESG risks.
- Robust Environmental and Social Framework.
- Institutional commitment to UN SDGs and Paris Agreement.
- Reliable internal controls and transparent disclosure of documentation.

Credit ratings do not constitute investment or financial advice, and credit ratings are not recommendations to purchase, hold or sell particular securities. Credit ratings do not comment on the suitability of an investment for any particular investor. There is no assurance that any rating will remain in effect for any given period of time or that any rating will not be revised or withdrawn entirely by a rating agency in the future if, in its judgment, circumstances so warrant.
KEY FINANCIAL AND RISK MANAGEMENT POLICIES

OVERVIEW OF CAPITAL AND RISK MANAGEMENT

- Prudent risk management policies with economic capital being the fundamental measure of risk appetite utilization.
- Manages risks, such that AIIB is financially sustainable on a standalone basis, preventing the need to require recourse to its callable capital.
- All risks are managed to defend, preserve and protect AIIB’s triple-A ratings.
- AIIB’s Risk Appetite Statement requires that AIIB risk appetite is allocated below its capacity, as determined by its available capital (i.e., received paid-in capital, reserves and retained earnings).
- Total amount outstanding of loans, equity investments, guarantees and other types of financings shall not exceed the total amount of AIIB’s unimpaired subscribed capital, reserves and retained earnings.¹
- Market risk is managed within internally set Value-at-Risk (VaR) and duration limits.

Notes:
2. Economic Capital is defined as the capital required to withstand losses over one year to a 99.99 percentile level of confidence.
3. The following financial risks are managed outside the economic capital framework: liquidity risk and model risk.
   No economic capital is allocated for other nonfinancial risks (compliance risk, integrity risk, and environmental and social risk).
4. Based on current usage of USD8.895 billion of economic capital, as at December 31, 2023.

TOTAL CAPITAL UTILIZATION
Available Capital USD21.2 billion
Total Current Capital Usage 41.9%
PRUDENT LIQUIDITY RISK MANAGEMENT

OVERVIEW OF LIQUIDITY MANAGEMENT

LIQUIDITY PORTFOLIO

- Managed to ensure availability of liquidity via conservative and stress-tested models.
- Eligible investments:
  - Money market funds (AAA rating)
  - Sovereign, Supranational, Agency (SSA)—senior debt (minimum A rating)
  - Corporate—senior debt (minimum AAA rating)
  - Other Financials (minimum A-minus rating)
- External managers used for portfolio diversification.

LIQUIDITY RISK

- Liquidity portfolio should cover at least 40% of net cash requirements for the upcoming 36 months and 100% of stressed net cash requirements for any upcoming 12-month period.
- Liquidity expected to remain well in excess of policy requirements.

Note: 1. Data as at December 31, 2023.
AIIB FUNDING PROGRAM

PREMIERE ISSUER IN INTERNATIONAL MARKETS

- Two main pillars of capital market funding:
  - Global benchmark format in G10 and SDR currencies
  - Large size, liquid secondary market trading
  - Variety of currencies, customization at investor demand
  - Buyback program provides liquidity backstop to investors

- Develop a broad range of unsecured funding instruments and sources of liquidity.
- Diversify in terms of currency and investor type.
- Deliver comprehensive and continuous investor marketing.
- Utilize money market funding for bridge financing.
- AIIB’s buyback program covers both public benchmarks and private placements. Buyback transactions are executed through dealers who have existing relationship with AIIB.
- 2024 borrowing authority of up to USD11 billion. This is expected to rise gradually to reach circa USD15 billion per annum by late 2020s.

Note: 1. Data as at April 1, 2024.
DIVERSE ISSUER
A GROWING FUNDING PROGRAM

<table>
<thead>
<tr>
<th>FUNDING TYPE</th>
<th>AIIB’S BORROWING PROGRAMME</th>
<th>FORMAT</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td><strong>✓</strong> U.S. SEC-registered Shelf</td>
<td>USD Global Benchmark</td>
</tr>
<tr>
<td>Capital markets</td>
<td><strong>✓</strong> Global Medium Term Note Programme</td>
<td>Non-USD Benchmarks, FRNs, Eurobonds and private placements</td>
</tr>
<tr>
<td></td>
<td><strong>✓</strong> A$ and NZ$ Debt Issuance Programme</td>
<td>Kangaroo / Kauri bond</td>
</tr>
<tr>
<td></td>
<td><strong>✓</strong> Renminbi Bonds Issuance Programme</td>
<td>Panda bond</td>
</tr>
<tr>
<td>Money markets</td>
<td><strong>✓</strong> Euro-Commercial Paper Programme</td>
<td>ECP</td>
</tr>
</tbody>
</table>

- AIIB liabilities are assigned 0% risk weight and HQLA1 designation by the Basel Committee on Banking Supervision.¹
- AIIB securities are eligible collateral for central bank operations, including; the Federal Reserve System, the Bank of England (Level B), the European Central Bank, the Reserve Bank of Australia (AUD only) and the Reserve Bank of New Zealand (NZD only).

Notes:
1. AIIB has achieved 0% risk weight and HQLA1 status in the following jurisdictions: European Union (EU); the United Kingdom (UK); Norway; Canada; Hong Kong, China; Korea; Singapore and Switzerland. AIIB bond issuance is also 0% risk weighted in Australia, Japan, New Zealand, South Africa and China.
2. Data as at April 1, 2024.
2021 Philippines: Second Health System Enhancement to Address and Limit COVID-19 under Asia Pacific Vaccine Access Facility Project
## Key Financial Figures (As at December 31, 2023)

### Balance Sheet

<table>
<thead>
<tr>
<th>In thousands of US Dollars</th>
<th>Dec 31, 2023 (audited)</th>
<th>Dec. 31, 2022 (audited)</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Assets</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Cash and cash equivalents</td>
<td>1,839,122</td>
<td>3,077,356</td>
</tr>
<tr>
<td>Term deposits</td>
<td>3,108,817</td>
<td>6,669,005</td>
</tr>
<tr>
<td>Investments at fair value through profit or loss</td>
<td>16,576,859</td>
<td>12,701,947</td>
</tr>
<tr>
<td>Loan investments, at amortized cost</td>
<td>21,969,382</td>
<td>17,641,931</td>
</tr>
<tr>
<td>Bond investments, at amortized cost</td>
<td>8,266,365</td>
<td>4,565,178</td>
</tr>
<tr>
<td>Paid-in capital receivables</td>
<td>262,637</td>
<td>304,862</td>
</tr>
<tr>
<td>Derivative assets</td>
<td>616,242</td>
<td>477,469</td>
</tr>
<tr>
<td>Investment in associate</td>
<td>58,799</td>
<td>49,176</td>
</tr>
<tr>
<td>Property and equipment</td>
<td>5,573</td>
<td>4,365</td>
</tr>
<tr>
<td>Intangible assets</td>
<td>6,208</td>
<td>6,712</td>
</tr>
<tr>
<td>Other assets</td>
<td>1,082,969</td>
<td>1,911,247</td>
</tr>
<tr>
<td><strong>Total Assets</strong></td>
<td>53,792,973</td>
<td>47,409,248</td>
</tr>
</tbody>
</table>

| **Liabilities**            |                        |                        |
| Borrowings                 | 30,528,131             | 24,475,728             |
| Derivative liabilities     | 1,582,026              | 2,286,664              |
| Prepaid paid-in capital    | 200                    | 0                      |
| Other liabilities          | 233,759                | 181,131                |
| **Total Liabilities**      | 32,344,116             | 26,943,523             |
| **Total Members’ Equity**  | 21,448,857             | 20,465,725             |
| **Total Liabilities & Members’ Equity** | 53,792,973 | 47,409,248 |

### Income Statement

<table>
<thead>
<tr>
<th></th>
<th>December 31, 2023 (audited)</th>
<th>December 31, 2022 (audited)</th>
</tr>
</thead>
<tbody>
<tr>
<td>Interest income</td>
<td>1,870,475</td>
<td>683,925</td>
</tr>
<tr>
<td>Interest expense</td>
<td>(794,231)</td>
<td>(333,335)</td>
</tr>
<tr>
<td><strong>Net Interest Income</strong></td>
<td>1,076,244</td>
<td>350,590</td>
</tr>
<tr>
<td>Net fee and commission income</td>
<td>33,523</td>
<td>36,215</td>
</tr>
<tr>
<td>Net gain on financial instruments measured at fair value through profit or loss</td>
<td>162,809</td>
<td>184,718</td>
</tr>
<tr>
<td>Net loss on financial instruments measured at amortized cost</td>
<td>(4,492)</td>
<td>(14,955)</td>
</tr>
<tr>
<td>Share of gain on investment in associate</td>
<td>3,623</td>
<td>1,834</td>
</tr>
<tr>
<td>Impairment provision</td>
<td>10,295</td>
<td>(120,066)</td>
</tr>
<tr>
<td>General and administrative expenses</td>
<td>(233,669)</td>
<td>(188,166)</td>
</tr>
<tr>
<td>Net foreign exchange loss</td>
<td>(17,687)</td>
<td>(60,628)</td>
</tr>
<tr>
<td><strong>Operating profit for the year</strong></td>
<td>1,030,646</td>
<td>189,542</td>
</tr>
<tr>
<td>Accretion of paid-in capital receivables</td>
<td>1,274</td>
<td>2,357</td>
</tr>
<tr>
<td><strong>Net profit for the year</strong></td>
<td>1,031,920</td>
<td>191,899</td>
</tr>
<tr>
<td>Other comprehensive income</td>
<td>(61,288)</td>
<td>71,170</td>
</tr>
<tr>
<td><strong>Total Comprehensive Income</strong></td>
<td>970,632</td>
<td>263,069</td>
</tr>
</tbody>
</table>
AIIB ENERGY SECTOR STRATEGY
SUSTAINABLE ENERGY FOR TOMORROW

- AIIB’s Energy Sector Strategy sets the framework, principles, and operational modalities that guide AIIB’s energy sector engagement.

- In November 2022, AIIB’s Board of Directors approved an update to the Energy Sector Strategy. The update reflects AIIB’s commitment to tackle climate change and support both the energy transition and its Members’ net-zero commitments. It is fully in line with AIIB’s commitment to align all financing operations with the goals of the Paris Agreement.

**Energy Strategy Guiding Principles**

1. Promote Energy Access and Security
2. Realize Energy Efficiency Potential
3. Reduce the Carbon Intensity of Energy Supply
4. Manage Local and Regional Pollution
5. Catalyze Private Capital
6. Promote Regional Cooperation and Connectivity

**Key Updates to Energy Sector Strategy**

**Increased focus on clean energy solutions:**
- Promote clean energy solutions, their supporting infrastructure such as smart grids and energy storage as well as new technologies such as clean hydrogen.

**Stricter limits on the financing of fossil fuels:**
- Thermal coal mining, coal-fired power and heating plants, and projects that are functionally related to coal are excluded from AIIB’s financing.
- Oil sector investments are excluded with two very limited exceptions to improve basic access in hard-to-reach areas and to control methane emissions.
- Upstream natural gas exploration and drilling activities are excluded from AIIB’s financing.
- Only selective support for mid- and downstream natural gas projects that are transitional in nature, based on a set of criteria that are harmonized with the joint MDB Paris Alignment assessment methodology.
- AIIB will support initiatives to commercialize CO2 abatement technologies such as carbon capture and storage, and the reduction of methane leakage and gas flaring.
On March 3, 2022, in response to the events taking place in Ukraine, AIIB announced in its official statement on the war in Ukraine that its Management has decided to place all activities relating to Russia and Belarus on hold and under review. These activities include all Russia- and Belarus-related projects in the Bank’s rolling investment pipeline.

Ukraine is not a Member of AIIB; thus, the Bank has no business operations with or in Ukraine. AIIB also does not have any approved financings, or related exposures, in or to Belarus. As detailed below, AIIB has limited exposures in Russia and to the Russian ruble (RUB).

The Bank remains in an exceptionally strong financial condition. AIIB’s accounts are prepared in accordance with International Financial Reporting Standards. Any exposures continue to be monitored and expected credit losses are being assessed accordingly.

As at December 31, 2023, AIIB had total assets of USD53.8 billion and the following Russian-related exposures:

a) One RUB-denominated loan outstanding (fully drawn in December 2020) to a borrower in Russia, totaling RUB24 billion. The loan will mature in December 2025.

b) One RUB-denominated bond issuances (each with an XS ISIN and issued through Euroclear / Clearstream), totaling RUB6.7 billion as of December 31, 2023. The terms and conditions of these bond allow for payments in USD in certain cases, including where RUB is not used in the international banking community. These bonds were hedged at the time of issuance to remove AIIB’s RUB interest rate and FX risk.

EXPOSURES RELATED TO RUSSIA, BELARUS AND UKRAINE
“To Date, the Russia-Ukraine Conflict Has Not Materially Affected AIIB’s Operation.” S&P, January 2023

AAA-Rated MDBs’ Exposures to Russia, Ukraine and Belarus

TBE in USD million

Source: Fitch Ratings, Special Report War, Sanctions Test MDBs’ Supranational and Preferred Creditor Status, Nov. 11, 2022
GOVERNANCE AT AIIB

GOVERNANCE AT AIIB REFLECTS GLOBAL BEST PRACTICES

- AIIB’s governance structure is equivalent to global peer MDBs.
- AIIB’s voting power structure benefits smaller shareholders, as it increases their relative voting power above their shareholding percentage over time.
- Amendments to the Bank’s governance structure and Articles of Agreement are decided by the Board of Governors and require a supermajority vote.
- Meetings of the Board of Governors and the Board of Directors require a quorum of above 50% of officials representing not less than 2/3 of the total voting power of Members.
- Due to voting rules, the top 5 shareholders cannot endorse or approve a decision in the Board of Governors with their votes.
- Unique to AIIB, its Accountability Framework offers the Board of Directors the possibility to delegate project approval and clearly assign accountability and responsibilities to Management.
# Governance at AIIB

## Governance Structures and Boards Composition

<table>
<thead>
<tr>
<th>Body</th>
<th>Composition and Purpose</th>
<th>Critical Decision Making</th>
</tr>
</thead>
</table>
| **Board of Governors** | Each AIIB Member appoints a Governor  
All powers of AIIB are vested in the Board of Governors | **Super majority decisions, inter alia:**  
- Changes to paid-in capital subscription, reducing the percentage of capital stock held by regional members below 75% of the total subscribed capital stock  
- Increase AIIB’s gearing ratio above 1:1  
- Election, suspension or removal of the President | **Increase or decrease in AIIB’s authorized capital stock**  
**Revise the composition of the Board of Directors**  
**Suspension or restoration of membership**  
**Amend the AIIB Articles of Agreement** |
| **Board of Directors** | Composed of 12 Directors  
- 9 elected by regional Members  
- 3 elected by nonregional Members  
- Nonresident board  
- Each Director serves a two-year term and may be re-elected  
- Supervises the management and operation of the Bank | **Supervises the management and operation of the Bank on a regular basis**  
**Approves the strategy, annual plan and budget of AIIB** | **Majority representing not less than ⅔ of the total voting power of the Members required for:**  
- Decisions on major operational and financial policies  
- Delegation of authority to the President concerning Bank operations |
| **President** | Elected by the Board of Governors  
Must be a national of a regional Member  
May serve up to two 5-year terms | **Legal representative of AIIB and Chief of the staff of the Bank**  
**Chair of the Board of Directors, receives advice from the Executive Committee, and may take part in decisions of the Investment Committee** |
| **Vice Presidents** | Appointed by the Board of Directors upon recommendation of the President | **Execute decisions taken by governance bodies** |
GOVERNANCE AT AIIB

VOTING POWER OF SHAREHOLDERS AT THE BOARD OF GOVERNORS

**TOTAL OF ALL VOTES**

- 85% Share votes
- 12% Basic votes
- 3% Founding member votes

**CHAIR ASCERTAINS THE SENSE OF THE MEETING**

If a formal vote is requested

- **SUPER MAJORITY**: 2/3 of the total number of Governors, representing not less than 75% of total voting power of Members.
- **SPECIAL MAJORITY**: Majority of total number of Governors, representing a majority of total voting power of Members.
- **MAJORITY OF VOTES CAST**: Above 50% of all votes cast.

At AIIB, generally, all matters before the Board of Governors and the Board of Directors shall be decided by a majority of the votes cast.

* Each founding member is assigned 600 additional founding member votes

** Basic votes have the effect of increasing the relative voting power of smaller shareholders, above their shareholding percentage.
GOVERNANCE AT AIIB
VOTING MAJORITIES IN THE BOARD OF DIRECTORS

COMPOSITION OF BOARD OF DIRECTORS*

- 9 Regional Directors
- 3 Nonregional Directors

Chair ascertains the sense of the meeting

TWO VOTING THRESHOLDS:
- Majority of the votes cast
- Majority representing not less than 3/4 of the total voting power of Members

Decision-making

If a formal vote is requested**

* A majority of the Directors shall constitute a quorum for any meeting of the Board of Directors, provided such majority represents not less than two-thirds of the total voting power of the members.

** Directors represent members whose Governors have elected them as well as members whose Governors assign their votes to them.
### GOVERNANCE AT AIIB

#### COMPARISON OF AIIB’S VOTING STRUCTURE WITH PEER MDBS

<table>
<thead>
<tr>
<th>MDB VOTING: SELECTED QUALIFIED MAJORITY DECISIONS</th>
<th>Voting Power and Required Proportion of Members to Decide on Selected Issues</th>
</tr>
</thead>
<tbody>
<tr>
<td>Amendment of Articles</td>
<td>Capital Increase</td>
</tr>
<tr>
<td>AIIB</td>
<td>75% with 2/3 of BoG</td>
</tr>
<tr>
<td>ADB</td>
<td>75% with 2/3 of BoG</td>
</tr>
<tr>
<td>AfDB*</td>
<td>75% with 2/3 of BoG</td>
</tr>
<tr>
<td>EBRD</td>
<td>80% with 3/4 of BoG</td>
</tr>
<tr>
<td>IADB*</td>
<td>75% with 1/2 of BoG</td>
</tr>
<tr>
<td>IBRD</td>
<td>85% with 3/5 of BoG</td>
</tr>
</tbody>
</table>

*Some IADB and AfDB decisions have regional/nonregional requirements

**AIIB USD3.0 BILLION 5-YEAR SUSTAINABLE DEVELOPMENT BOND**

### Highlights

- At USD3bn size, this is AIIB’s joint largest USD benchmark since it first entered the capital markets in 2019.
- This result was underpinned by significant investor support, with the final orderbook closing in excess of USD9bn from over 130 investors. This marks AIIB’s largest orderbook yet, shattering its previous record of over USD4.8bn+ achieved in its USD2 billion 3-year transaction in September 2023. This growth is testament to the expansion of AIIB’s investor base and strong confidence in the credit.
- In unison with securing material size, AIIB was able to tighten pricing by 3bps through the bookbuild process. The transaction priced at a reoffer spread of MS+53bps.

### Issuer Details

<table>
<thead>
<tr>
<th>ISSUER</th>
<th>AIIB</th>
</tr>
</thead>
<tbody>
<tr>
<td>Format:</td>
<td>Global (SEC-registered)</td>
</tr>
<tr>
<td>Amount:</td>
<td>USD3.0 billion</td>
</tr>
<tr>
<td>Maturity date:</td>
<td>January 18, 2029</td>
</tr>
<tr>
<td>Coupon:</td>
<td>4.125% s.a</td>
</tr>
<tr>
<td>Reoffer Yield</td>
<td>4.210% s.a.</td>
</tr>
<tr>
<td>Re-offer price:</td>
<td>99.620%</td>
</tr>
<tr>
<td>Re-offer spread vs. m/s</td>
<td>SOFR MS+53bps</td>
</tr>
<tr>
<td>Spread to Bmk</td>
<td>UST+46.45bps</td>
</tr>
</tbody>
</table>
AIIB INAUGURAL EUR1.5 BILLION
5-YEAR SUSTAINABLE DEVELOPMENT BOND

Highlights

- EUR1.5 Billion priced with a re-offer yield of 3.081% and a price of 99.630%.
- With over EUR 2.0 billion in orders, AIIB managed to tighten the spreads from MS+15bps to MS+13bps.
- The transaction evidenced a large investor appetite with a deal size 50% higher than the initial target.
- This successful transaction demonstrates the positive feedback from investor marketing prior to the transaction.
- AIIB’s first EUR deal attracted over 50% of new investors.
AIIB AUD500 MILLION 5-YEAR CLIMATE ADAPTATION THEME BOND

Highlights

- AIIB successfully priced an Inaugural Climate Adaptation theme bond.
- A Global Investor Call was ahead of the transaction, attracting the participation from 14 investors.
- The orderbook peaked at AUD1.1 billion demonstrating high quality and granularity.
- Final orderbook at reoffer was in excess of AUD1 billion with 30 unique investors, comfortably allowing to tighten the spread from ASW+60bps to ASW+58bps.
- A solid transaction with participation from central banks and official institutions (53%) and strong support from regional investors in Asia (77%).

Distribution By Region

Distribution By Investor Type

<table>
<thead>
<tr>
<th>ISSUER</th>
<th>AIIB</th>
</tr>
</thead>
<tbody>
<tr>
<td>Format:</td>
<td>Kangaroo Bond</td>
</tr>
<tr>
<td>Amount:</td>
<td>AUD500 million</td>
</tr>
<tr>
<td>Maturity date:</td>
<td>May 17, 2028</td>
</tr>
<tr>
<td>Coupon:</td>
<td>4.00%</td>
</tr>
<tr>
<td>Re-offer Yield:</td>
<td>4.095%</td>
</tr>
<tr>
<td>Re-offer price:</td>
<td>99.574%</td>
</tr>
<tr>
<td>Re-offer spread:</td>
<td>ASW+58bps</td>
</tr>
</tbody>
</table>
AIIB CNY3.0 BILLION
3-YEAR SUSTAINABLE DEVELOPMENT PANDA BOND

Distribution By Region

Distribution By Investor Type

Highlights

- This transaction marks AIIB’s fifth Panda bond issuance. The deal received a broad range of investor demand, including city/rural commercial banks, joint-stock commercial banks, state-owned commercial banks, onshore foreign banks, securities houses, offshore central banks, offshore commercial banks, and asset managers. There were more than 20 investors in the book and half of them were new investors to AIIB.

- The final book size reached CNY7.77 billion, 2.6 times oversubscribed with a marginal ratio of 18.75x.

- The deal was priced with a coupon rate of 2.33%, 12bp tightening from the wide side of the pricing guidance.
USEFUL LINKS

- AIIB Articles of Agreement
- Corporate Strategy
- Environmental and Social Framework
- Sustainable Development Bond Framework
- Sustainable Development Bonds Impact Report 2022
- 2022 Annual Report
- Financial Statements
- Treasury and Investor Marketing materials
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