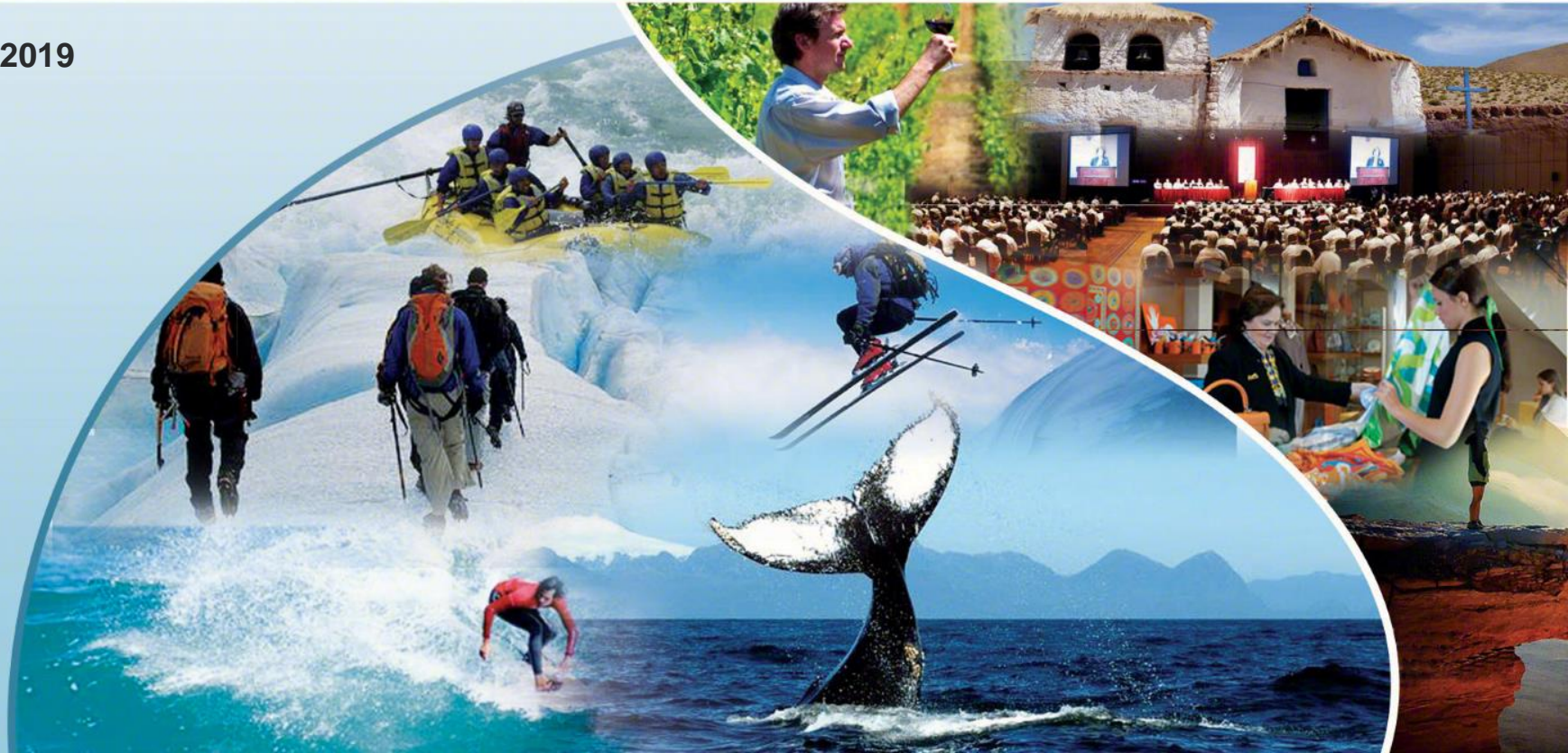




Republic of Chile

Ministry of Finance

October 2019



Republic of Chile Green Bonds: Rationale and highlights

Rationale for issuance

Chile believes the development of a local and international green bond market represents a unique tool to effectively channel its sustainability efforts and finance the country's sustainable development strategy

- Chile is promoting the development of a green asset class that attracts foreign investment to support the country's sustainable infrastructure needs
- As the first sovereign Green Bond issuer in the Americas, Chile intends to promote a regional dialogue to enhance the consistency and credibility of future issuances from the region and contribute to the development and acceptance of this asset class by issuers and investors

"Climate change is a real threat nowadays but we can turn it into an opportunity. Beyond traditional tools like carbon pricing or the phasing out of fossil fuels we can stimulate and signal the private sector to invest in innovative solutions, incorporate this risk and externalities into the investment decision making process. Economic growth is essential but reducing emissions is also essential. We need more ambition and concrete commitments that translate into action."

**Felipe Larraín Bascuñán, Chilean Minister of Finance
April 2019**

Key characteristics



- Chile Green Bonds are fully-aligned with its conventional issuance plan
- Chile's Green Bond Framework is aligned with best market practices
- Financing key projects for a Chilean low carbon, climate-resilient economy
- Robust eligibility criteria and project selection processes

Leading global and local action on climate change



Chile to host next UNFCCC Conference of the Parties (COP 25) December 2-13, 2019 in Santiago



Chile currently co-chairs the World Bank's Finance Ministers Coalition for Climate Action



Segmento de Bonos Verdes y Bonos Sociales

Santiago Stock Exchange has a dedicated segment for Green and Social Bonds

Step by step of Green Bonds issuance

