This report was interpreted based on Thai version of the Sustainability Report 2022 page 46-48

G H Bank Sustainability Bond

G H Bank has established a Sustainability Funding Framework ("Framework") for issuances of relevant financial instruments by the bank to finance implementation of its environmental and social agenda under its mission of enabling more Thai people to have their own homes. Technical assistance was provided by the Asian Development Bank (ADB) to develop the Bank's sustainability funding framework to meet international standards and has supported Implementing the Bank's first sustainability bond issuance project.

The Framework is aligned with the Green Bond Principles 2021, Social Bond Principles 2021, and Sustainability Bond Guidelines 2021 published by the International Capital Markets Association as well as the Association of Southeast Asian Nations (ASEAN) Green Bond Standards, ASEAN Social Bond Standards, and ASEAN Sustainability Bond Standards, issued by the ASEAN Capital Markets Forum in 2018, and also Green Loan Principles 2021 and Social Loan Principles 2021 published by the Loan Market Association, Loan Syndications and Trading Association, and Asia-Pacific Loan Market Association. This Framework obtained an external opinion from DNV Business Assurance Australia Pty Ltd.

On 9 December 2022, G H Bank issued "Sustainability Bond", which is the first ESG Bond and is the first Specialized Financial Institution to issue this type of instrument, worth THB 8.5 Billion to finance and refinance eligible green and social project categories, as stated in the Framework.

Summary of Bond Transaction during the Year
Sustainability Bond THB 8,500 million Issued on 9 December 2022

Name	Symbol	ISIN (Local)	Amount (THB million)	Maturity	Interest Rate (%)
The Sustainability Bond of Government Housing Bank B.E. 2565 No.12 Due to B.E. 2568	GHB25DB	TH0652A35C02	3,500	3 Years (9 Dec 2025)	2.39
The Sustainability Bond of Government Housing Bank B.E. 2565 No.13 Due to B.E. 2577	GHB34DA	TH0652A3EC07	5,000	12 Years (9 Dec 2034)	3.87

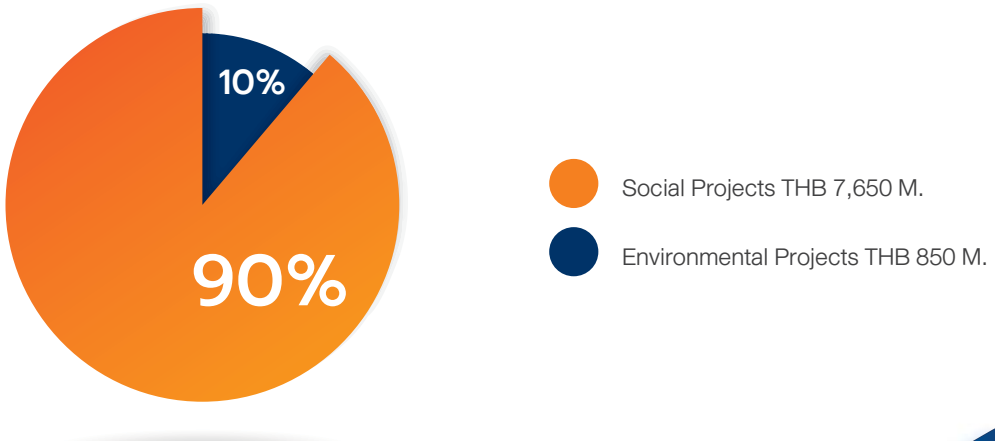
Allocation and Impact Report

In March 2023, the allocated funds from the Sustainability Bond issuance in December 2022, totaling THB 8,500 million, have been fully allocated. These funds were used for the refinancing of social projects, i.e., the GH Bank Housing Loan Project for You Project Year 2022 in the amount of THB 7,650 million, and for financing environmental projects, i.e., the Cool and Happy Home Loan Project in the amount of THB 850 million.

Project Allocation

Unit : Million Baht

Sustainability Bond		Social Projects	Environmental Projects
100%		90%	10%
GHB25DB	3,500	3,150	350
GHB34DA	5,000	4,500	500
Total	8,500	7,650	850



Fund Allocation Report and Impacts of Social Projects Report

Social Development Projects: 90% of the raised fund was used for the refinancing of the social development projects under the Fund-Raising Framework 2022 as follows:

Fund Allocation Report

Loan Project	Classification of Project	Project Details	Use of Fund	Total (THB million)
GH Bank House for You	Affordable accommodatins Access to necessory basic services	To raise funds or refinance loans for low-income individuals who are unable to access loans from commercial banks, working-age individuals or those starting families, and elderly individuals who desire to own their own homes. This includes middle-income individuals with a monthly income not exceeding 35,000 baht and the purchase of homes priced at no more than THB 3 million.	Refinance	7,650

Impact Report

Loan Project	Location*	Number of Customers**	Amount of Allocation (THB Million)
GH Bank Loan for You	Bangkok Metropolis	608	1,164.18
	Upper North	348	667.68
	Lower North	105	180.49
	Central and Upper South	593	1,107.48
	West and Lower South	422	821.66
	East	1,280	2,442.92
	Upper Northeast	295	581.54
	Lower Northeast	380	684.05
		4,031	7,650.00

Note:

* Location is identified by regions and branches

** Specifically considering the main housing loan accounts, with the majority of primary borrowers being females, accounting for 53.78 percent.

Fund Allocation Report and Impacts of Environmental Projects Report

Environmental Projects : 10% of the raised fund was used for the financing of the environmental projects under the Fund-Raising Framework 2023 as follows:

Fund Allocation Report and Impacts Report

Loan Project	Classification of Project	Project Details	Use of Fund	Number of Beneficiary*	Total* (THB Million)
Ban Yoo Yen Pen Suk	Increasing efficiency of use of power	To seek funding or refinance housing loan projects for the purpose of purchasing/constructing/upgrading energy-efficient residential properties with renewable energy systems or energy-saving systems, or purchasing household appliances with low energy consumption to promote energy-efficient homes.	finance	1,478	850

Note: *Calculated from the average population (2.4 persons) per house in the year 2022 x Number of main accounts of Ban Yoo Yen Pen Suk Project