

## Appendix I

### Bank of China Limited Description on Bank of China Macau Branch's 2019 Green Bond

In accordance with the *Green Bond Principles 2018* published by International Capital Market Association and *Climate Bonds Standard (V2.1)* published by Climate Bonds Initiative, Bank of China Limited (the "Bank") established the Bank of China Sustainability Series Bonds Internal Management Regulation (the "Regulation") and the Bank of China Limited Sustainability Series Bonds Management Statement (the "Management Statement"), which defined the use and management of proceeds, project evaluation and selection, as well as information disclosure and reporting.

#### Use and Management of Proceeds

In accordance with the Regulation and the Management Statement, the Bank defined the responsibility of Treasury on the use and management of proceeds. The Bank will employ a separate Ledger to manage the transfer, allocation and payback of proceeds. The Ledger will be updated and maintained on a quarterly basis to make sure that all of the proceeds can be traced and invested in eligible projects.

The Bank will allocate the proceeds to the nominated eligible projects within 24 months of issuance of the bond. So long as Bank of China Macau Branch's 2019 Green Bond is outstanding, the unallocated proceeds could be temporarily invested in green bonds issued by non-financial institutions in domestic or international markets, and in money market instruments with good credit rating and market liquidity, or kept in cash until they are allocated to eligible projects, however they are not allowed to invest in greenhouse gas intensive, highly polluting nor energy intensive projects.

#### Project Evaluation and Selection

In accordance with the Regulation and the Management Statement, the Bank defined the responsibility of Treasury, Corporate Finance Department and Credit Management Department on project evaluation and selection, making sure that the selection of eligible projects is in accordance with national policies and requirements and international standards and practices. Besides, in accordance with the Regulation and the Management Statement, the eligible projects selected shall meet the specific industry and technology standards under the *Climate Bonds Standard (V2.1)*. The Bank nominated 18 projects, with an approximated total value of RMB 14,059.60 million. Nominated projects list with detailed information is attached after the report. Nominated categories include the renewable energy and clean transportation. Examples of the expected environmental benefits are as follows: