UniCredit Jelzálogbank

Press release **11 October, 2023, Budapest**

UniCredit Jelzálogbank successfully issued its third Green Covered Bond for HUF 20 billion (EUR 51.9 million)

UniCredit Jelzálogbank (Mortgage Bank) Ltd. has successfully issued its **third fixed rate UCJBF 2029/A Green Covered Bond with a 5.5-year maturity** via a public auction on the Budapest Stock Exchange. The total bids amounted to HUF 27.5 billion (EUR 71.3 million), of which **HUF 20 billion (EUR 51.9 million) was accepted**.

The Green Covered Bond has been distributed to different institutional investor categories, both local and foreign, such as

- Central Bank of Hungary – 20%
- commercial banks – 47.5%
- multilateral institutions – 25%
- funds & other institutional investors – 7.5%

The issuance of the Green Covered Bond underlines the **commitment of both UniCredit and UniCredit Jelzálogbank to the strategic importance of sustainability and ESG, as well as the positive impact the bank seeks to have in line with its role and responsibilities as a social actor**. In 2021, UniCredit Jelzálogbank joined the international UniCredit Group Sustainability Bond Framework, which has been reviewed by a second party opinion provider, based on the International Capital Market Association (ICMA) Green Bond Principles and Social Bond Principles, as well as the Sustainability Bond Guidelines.

The Sustainability Bond Framework is also intended to align, on a best effort basis and to the extent currently possible, with the proposal for the EU Green Bond Standard (EU GBS) and the Technical Screening Criteria of the EU Taxonomy Delegated Act. By means of this transaction, the bank will support the implementation of the United Nations Sustainable Development Goals (UNSDG) 7 (Affordable and Clean Energy) and 13 (Climate Action).

The proceeds of the successful issue will be used to finance UniCredit Bank Hungary Zrt.'s **green residential mortgage loan portfolio**. The use of resources and the environmental impact calculation – final energy consumption and carbon emission savings – will be verified by the bank with an external auditor. Annual reports ensure transparent allocation and monitoring of revenues, including in terms of the environmental impact achieved.

Further information:
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About UniCredit
UniCredit is a pan-European Commercial Bank with a unique service offering in Italy, Germany, Central and Eastern Europe. Our purpose is to empower communities to progress, delivering the best-in-class for all stakeholders, unlocking the potential of our clients and our people across Europe.