

BANK OF THE PHILIPPINE ISLANDS

ANNUAL VERIFICATION

2025 ALLOCATION AND IMPACT REPORT OF BPI'S SEED BONDS AND SINAG BONDS



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Disclaimer

Our assessment relies on the premise that the data and information provided by the client to us as part of our review procedures are provided in good faith. Because of the selected nature (sampling) and other inherent limitation of both procedures and systems of internal control, there remains the unavoidable risk that errors or irregularities, possibly significant, may not be detected. Limited depth of evidence gathering including inquiry and analytical procedures and limited sampling at lower levels in the organization were applied as per scope of work. DNV expressly disclaims any liability or co-responsibility for any decision a person or an entity may make based on this Statement.

Statement of Competence and Independence

DNV applies its own management standards and compliance policies for quality control, in accordance with ISO/IEC 17029:2019 - Conformity Assessment – General principles and requirements for validation and verification bodies, and accordingly maintains a comprehensive system of quality control, including documented policies and procedures regarding compliance with ethical requirements, professional standards and applicable legal and regulatory requirements. We have complied with the DNV Code of Conduct during the assessment and maintain independence where required by relevant ethical requirements.

DNV'S INDEPENDENT ASSESSMENT

Scope and Objectives

Bank of the Philippine Islands ("BPI" or the "Customer") is the first bank in the Philippines and in the Southeast Asian region. BPI is a universal bank and together with its subsidiaries and affiliates, it offers a wide range of financial products and solutions that serve both retail and corporate clients. BPI's services include consumer banking and lending, asset management, payments, insurance, securities brokerage and distribution, foreign exchange, leasing, and corporate and investment banking.

BPI emphasizes the creation of value not only for its business operations but also for stakeholders, the environment, and the communities it serves. The institution places sustainability at the center of its corporate strategies, aiming to balance growth objectives with environmental and social responsibility. Its Sustainability Agenda is aligned with the Bangko Sentral ng Pilipinas (BSP) provisions under the Sustainable Finance Framework (Circular No. 1085) and the Environmental and Social Risk Management Framework (Circular No. 1128).

BPI has developed a Sustainable Funding Framework ("Framework"), dated August 2024, under which BPI intend to issue Green, Social, and/or Sustainability Bonds and/or Loans to fund selected projects. The Framework is in alignment with the following stated principles and standards (collectively the "Principles & Standards"):

- Green Bond Principles ("GBP") issued by the International Capital Markets Association ("ICMA") in June 2021 and updated with Appendix 1 in June 2022
- Social Bond Principles ("SBP") issued by the ICMA in June 2023
- Sustainability Bond Guidelines ("SBG") issued by the ICMA in June 2021
- Green Loan Principles ("GLP") issued by the Loan Market Association ("LMA") / Asia-Pacific Loan Market Association ("APLMA") / Loan Syndications and Trading Association ("LSTA") in February 2023
- Social Loan Principles ("SLP") issued by the LMA / APLMA / LSTA in February 2023
- ASEAN Green Bond Standards ("ASEAN GBS") issued by the ASEAN Capital Markets Forum ("ACMF") in October 2018
- ASEAN Social Bond Guidelines ("ASEAN SBG") issued by the ACMF in October 2018
- ASEAN Sustainability Bond Guidelines ("ASEAN SBG") issued by the ACMF in October 2018

BPI has issued sustainability bonds ("Sustainability Bonds") under BPI's Framework and has developed the BPI Allocation and Impact Report ("Report"). The details of the issuance are as follows:

ISSUE	ISIN CODE	AMOUNT IN PHP	TENOR	COUPON RATE	ISSUE DATE	MATURITY DATE
SEED	PH0000059222	33.7 billion	1.5 years	6.20%	09 August 2024	09 February 2026
SINAG	PH0000060568	40 billion	1.5 years	5.85%	10 June 2025	10 December 2026

BPI has used the proceeds of the Sustainability Bonds to finance or re-finance the nominated projects and assets falling under the following eligible green and social project categories as detailed in its Framework.

- Renewable Energy
- Energy Efficiency
- Sustainable Water and Wastewater Management



- Green Buildings
- Micro, Small and Medium Enterprises (MSMEs) Lending

DNV AS Philippine Branch ("DNV") has been commissioned by the BPI to review its Report and provide verification of the Report, based on the Principles & Standards.

Our methodology to achieve this is described under 'Work Undertaken' below. We were not commissioned to provide independent assurance or other audit activities.

Responsibilities of the Management of BPI and DNV

The management of BPI has provided the information and data used by DNV during the delivery of this review. Our statement represents an independent opinion and is intended to inform BPI management and other interested stakeholders in the bond as to whether the bond is aligned with the GBP. In our work we have relied on the information and the facts presented to us by BPI. DNV is not responsible for any aspect of the nominated assets referred to in this opinion and cannot be held liable if estimates, findings, opinions, or conclusions are incorrect. Thus, DNV shall not be held liable if any of the information or data provided by BPI's management and used as a basis for this assessment were not correct or complete.

Basis of DNV's Opinion

We have adapted our assessment methodology to create the BPI-specific Eligibility Assessment Protocol (henceforth referred to as "Protocol"). Our Protocol includes a set of suitable criteria that can be used to underpin DNV's opinion.

As per our Protocol, the criteria against which the Framework has been reviewed are grouped under the four core components:

1. Use of Proceeds

The Use of Proceeds criteria are guided by the requirement that an issuer of a bond must use the funds raised to finance or refinance or to repay equity of eligible activities. The eligible activities should produce clear environmental and social benefits.

2. Process for Project Evaluation and Selection

The Project Evaluation and Selection criteria are guided by the requirements that an issuer of a bond should outline the process it follows when determining eligibility of an investment using Green Bond proceeds and outline any impact objectives it will consider.

3. Management of Proceeds

The Management of Proceeds criteria are guided by the requirements that a bond should be tracked within the organization, that separate portfolios should be created when necessary and that a declaration of how unallocated funds will be handled.

4. Reporting

The Reporting criteria are guided by the recommendation that at least annual reporting should be made of the use of proceeds and that quantitative and/or qualitative performance indicators should be used, where feasible.

No assurance is provided regarding the financial performance of instruments issued via the Framework, the value of any investments, or the long-term environmental benefits of the transaction. Our objective has been to provide an assessment that the Framework has met the criteria established on the basis set out below.

Work Undertaken

Our work constituted a high-level review of the available information, based on the understanding that this information was provided to us by BPI in good faith. We have not performed an audit or other tests to check the veracity of the information provided to us. The work undertaken to form our opinion included:

- Creation of a Protocol, adapted to the purpose of the Sustainability Bonds, as described above and in Schedule 1, 2 and 3 to this Assessment;
- Assessment of documentary evidence provided by BPI on the bond and supplemented by high-level desktop research. These checks refer to current assessment best practices and standards methodology;
- Review of published materials by BPI and BPI's website;
- Discussions with BPI's management, and review of relevant documentation and evidence related to the criteria of the Protocol; and
- Documentation of findings against each element of the criteria.

Our opinion as detailed below is a summary of these findings.

Findings and DNV's Opinion

DNV's findings on the alignment with Principles & Standards are listed below:

1. Use of Proceeds

BPI has used the net proceeds of the Sustainability Bonds to finance and/or refinance of new and/or existing eligible projects as follows:

- Renewable Energy
- Energy Efficiency
- Sustainable Water and Wastewater Management
- Green Buildings
- Micro, Small and Medium Enterprises (MSMEs) Lending

DNV undertook an analysis of the associated project type to determine the eligibility as Green and in line with the Principles & Standards. DNV concludes that the eligible categories outlined in the Framework are consistent with the categories outlined in the Principles & Standards.

2. Process for Project Evaluation and Selection

BPI has established clear processes for selecting and evaluating projects under its Framework.

Green Eligible Projects

The Sustainable Development Finance Team leads the identification, evaluation, and nomination of projects for the Green Finance Portfolio. To ensure compliance and sustainability, technical consultants review project details against eligibility criteria. The SDF Head then validates and signs off on the final list, ensuring only projects with verified environmental benefits are financed. All loans must comply with national, local, and environmental laws at issuance, reinforcing BPI's commitment to responsible and sustainable financing.

Social Eligible Projects

For the Social Finance Portfolio, the Business Banking Marketing, Systems Planning & Product Integration, Products, and Campaigns Head identifies and nominates potential projects. These are validated and signed off by either the Business Banking Segment Head or the Systems Planning & Product Integration Head. As with green projects, all loans must comply with applicable laws, ensuring that only socially responsible and legally compliant projects are financed.

DNV concludes that BPI's Framework has appropriately described the process for Project Evaluation and Selection for the Sustainability Bonds.

3. Management of Proceeds

BPI's Sustainable Funding Committee manages the tracking and allocation of bond and loan proceeds, ensuring they are directed to Eligible Green and Social Projects across the Bank and its subsidiaries. Repayments of principal and interest are made from BPI's general funds, independent of individual project performance.

Proceeds are monitored through internal systems, with a register created to track issuance and deployment. The Framework allows unallocated proceeds to be temporarily invested in cash or equivalents for up to 36 months, but never in carbon-intensive assets, and managed under BPI's liquidity policies.

By year-end 2025, all proceeds from the Sustainability Bonds have been fully allocated to eligible projects, leaving no unallocated balance.

DNV has reviewed the evidence presented and concludes that the Framework appropriately describes the process for Management of Proceeds.

4. Reporting

BPI has committed to annual reporting under its Framework.

BPI has produced the 2025 Allocation and Impact Report, confirming that all proceeds from the SEED and SINAG Bonds were fully allocated to eligible green and social projects, with no unallocated balance remaining.

The estimated/expected impacts from the eligible green and social projects are also reported in the Report.

Based on the limited assurance procedures conducted, nothing has come to our attention that causes us to believe that the Sustainability Bonds is not, in all material respects, in accordance with the requirements of the associated green and social categories, the Framework and the Principles & Standards.

DNV AS Philippine Branch
10 March 2026



Kobrat Chotruangprasert
Quality Reviewer



Vigilia Ang
Lead Verifier



Schedule 1. Nominated Assets & Proceeds Allocation

Sustainable, Environmental, and Equitable Development (SEED) Bonds

Project / Asset Category	Subcategory	Project/Asset Name ¹	Allocated Amount (in PHP Bn)
Renewable Energy	Solar	1	8.977
		2	1.200
		3	0.185
		4	0.063
		5	0.022
		6	0.015
		7	0.009
Energy Efficiency	Equipment	8	0.428
		9	0.250
		10	0.080
Green Buildings	EDGE Certified	11	0.050
Sustainable Water & Wastewater Management	Water Treatment	12	0.020
MSMEs	Micro Enterprise	13	0.231
	Small Enterprise	14	5.900
	Medium Enterprise	15	16.274
Total			33.707

¹ Project names have been redacted due to confidentiality.

Supporting Inclusion, Nature, And Growth (SINAG) Bonds

Project / Asset Category	Subcategory	Project/Asset Name ²	Allocated Amount (in PHP Bn)
Renewable Energy	Solar	1	4.715
		2	3.975
		3	0.233
		4	0.034
		5	0.014
		6	0.005
		7	0.004
Energy Efficiency	Equipment	8	0.865
	Lighting / HVAC	9	0.169
Sustainable Water & Wastewater Management	Water Treatment	10	0.775
		11	0.025
MSMEs	Micro Enterprise	12	10.608
	Small Enterprise	13	6.236
	Medium Enterprise	14	12.349
Total			40.007

² Project names have been redacted due to confidentiality.

Schedule 2. Impact Reporting

Sustainable, Environmental, and Equitable Development (SEED) Bonds

Project / Asset Category	Project/Asset Name ³	Allocated Amount (in PHP Bn)	Project Location	Projected GHG Emission Reduction (in tCO ₂ e / year)
Renewable Energy	1	8.977	Luzon	168,972
	2	1.200	Luzon	15,892
	3	0.185	Luzon	2,245
	4	0.063	Luzon	848
	5	0.022	Visayas	300
	6	0.015	Luzon	133
		0.009		
	7	0.003	Luzon	31
Total				188,421

Project / Asset Category	Project/Asset Name ⁴	Allocated Amount (in PHP Bn)	Project Location	Projected GHG Emission Reduction (in tCO ₂ e / year)	Percentage Electricity Savings (vs. baseline value)	Electricity Savings (in MWh / year)
Energy Efficiency	8	0.428	Luzon	2,710	73%	6,230
	9	0.250	Luzon	122	18%	281
	10	0.080	Visayas	67	33%	93
Total				2,899		6,604

³ Project names have been redacted due to confidentiality.

⁴ Project names have been redacted due to confidentiality.

Project / Asset Category	Project/Asset Name ⁵	Allocated Amount (in PHP Bn)	Project Location	Projected GHG Emission Reduction (in tCO ₂ e / year)	Projected GHG Emission Reduction From Materials (in tCO ₂ e / year)	Electricity Savings (in MWh / year)
Green Buildings	11	0.050	Mindanao	14	38	26

Project / Asset Category	Project/Asset Name ⁶	Allocated Amount (in PHP Bn)	Project Location	Volume of Water Treated (in m ³ /year)
Sustainable Water & Wastewater Management	12	0.020	Mindanao	339,444

Project / Asset Category	Project/Asset Name ⁷	Allocated Amount (in PHP Bn)	Number of Accounts	Number of Customers
MSMEs	11	0.231	195	86
	12	5.9	1,832	1,159
	13	16.274	4,064	1,256
Total			6,091	2,501

⁵ Project names have been redacted due to confidentiality.

⁶ Project names have been redacted due to confidentiality.

⁷ Project names have been redacted due to confidentiality.

Supporting Inclusion, Nature, And Growth (SINAG) Bonds

Project / Asset Category	Project/Asset Name ⁸	Allocated Amount (in PHP Bn)	Project Location	Projected GHG Emission Reduction (in tCO ₂ e / year)
Renewable Energy	1	4.715	Luzon	357,994
	2	3.975	Luzon	49,491
	3	0.233	Luzon	3,329
	4	0.034	Luzon	492
	5	0.014	Luzon	228
	6	0.005	Luzon	68
	7	0.004	Visayas	92
Total				411,695⁹

Project / Asset Category	Project/Asset Name ¹⁰	Allocated Amount (in PHP Bn)	Project Location	Projected GHG Emission Reduction (in tCO ₂ / year)	Percentage Electricity Savings (vs. baseline value)	Electricity Savings (in MWh / year)
Energy Efficiency	8	0.865	Visayas	1,463	46%	3,362
	9	0.169	Luzon	132	28%	303
Total				1,594¹¹		3,665

Project / Asset Category	Project/Asset Name ¹²	Allocated Amount (in PHP Bn)	Project Location	Volume of Water Treated (in m ³ /year)
Sustainable Water & Wastewater Management	10	0.775	Luzon	5,918,403
	11	0.025	Luzon	214,129
Total				6,132,532

⁸ Project names have been redacted due to confidentiality.

⁹ BPI has computed the aggregated sum using unrounded figures.

¹⁰ Project names have been redacted due to confidentiality.

¹¹ BPI has computed the aggregated sum using unrounded figures.

¹² Project names have been redacted due to confidentiality.

Project / Asset Category	Project/Asset Name ¹³	Allocated Amount (in PHP Bn)	Number of Accounts	Number of Customers
MSMEs	12	10.608	158,231	158,212
	13	6.236	856	710
	14	12.349	2,126	1,065
Total			161,213	159,987

¹³ Project names have been redacted due to confidentiality.

Schedule 3. Eligibility Assessment Protocol

1. Use of Proceeds

Ref.	Criteria	Requirements	DNV Findings
1a	Type of Bond /Loan	<p>The Bond/Loan must fall in one of the following categories, as defined by the Principles & Standards:</p> <ul style="list-style-type: none"> • Green Use of Proceeds Bond • Green Use of Proceeds Revenue Bond • Green Project Bond • Green Securitized Bond • Loan instrument made available for Green project (Green use of loan proceeds) 	<p>The reviewed evidence confirms that the Sustainability Bonds fall in the category of the Green Use of Proceeds.</p> <ul style="list-style-type: none"> • The Sustainability Bonds are issued under the BPI’s Sustainable Funding Framework, dated August 2024 • The SEED Bond, issued on 9 August 2024, has generated proceeds of PHP 33.7 billion. The proceeds have been fully allocated to eligible green and social projects in accordance with the Framework. • The SINAG Bond, issued on 10 June 2025, has generated proceeds of PHP 40 billion. The proceeds have been fully allocated to eligible green and social projects in accordance with the Framework.
1b	Green Project Categories	<p>The cornerstones of Green Bonds and Loans are the utilization of the proceeds of the bonds or the loans which should be appropriately described in the legal documentation for the security.</p>	<p>The SEED Bond has been allocated to the following eligible project categories:</p> <ul style="list-style-type: none"> • Renewable Energy • Energy Efficiency • Sustainable Water and Wastewater Management • Green Buildings • Micro, Small and Medium Enterprises (MSMEs) Lending <p>The SINAG Bond has been allocated to the following eligible project categories:</p> <ul style="list-style-type: none"> • Renewable Energy • Energy Efficiency • Sustainable Water and Wastewater Management • Micro, Small and Medium Enterprises (MSMEs) Lending

			<p>The specific assets and projects that were financed by the Sustainability Bonds are presented in Schedule 1 of this report.</p> <p>The above-mentioned project category meets the Eligible Green and Social Project Categories in the Principles & Standards. DNV confirms this to be well aligned with the Principles & Standards.</p>
1c	Environmental and Social Benefits	All designated Green Project categories should provide clear environmentally sustainable benefits, which, where feasible, will be quantified or assessed by the Issuer.	<p>According to the Framework, BPI promotes investments in businesses, industries, and projects that contribute to the UN Sustainable Development Goals (“SDGs”). BPI is a member of the UN Global Compact Network Philippines and is committed to furthering the UN SDGs. The net proceeds raised under the Framework is allocated to eligible projects that meaningfully contribute to one or a combination of the SDGs that BPI focuses on. These SDGs include:</p> <ul style="list-style-type: none"> • SDG 6: Clean Water and Sanitation • SDG 7: Affordable and Clean Energy • SDG 8: Decent Work and Economic Growth • SDG 9: Industry, Innovation and Infrastructure • SDG 11: Sustainable Cities and Communities • SDG 12: Responsible Consumption and Production <p>DNV reviewed the data provided by BPI to verify the environmental and social impacts. BPI has reported the environmental and social benefit in their impact reporting, and this is presented in Schedule 2 of this report. The data reported by BPI is on a pro-rata basis and has been verified by a third party.</p> <p>The projects deliver significant environmental benefits. These include a reduction in greenhouse gas emissions through the expansion of renewable energy sources, improvements in efficiency, and the development of green building initiatives. In addition, the projects also increase the amount of water treated at water treatment plants, thereby enhancing the supply of clean water available for use.</p> <p>Beyond environmental impact, the projects also generate social benefits. Notably, they provide financing options for SMEs, supporting business growth, fostering economic resilience, and contributing to broader social development.</p>

			DNV confirms that the proposed use of proceeds will reasonably be expected to deliver meaningful environmental and social benefits.
1d	Refinancing Share	In the event that a proportion of the proceeds may be used for refinancing, it is recommended that issuers provide an estimate of the share of financing vs. re-financing, and where appropriate, also clarify which investments or project portfolios may be refinanced.	<p>BPI has provided the proportion of proceeds used for financing and refinancing as follows:</p> <ul style="list-style-type: none"> • SEED Bond: 85% financing and 15% refinancing • SINAG Bond: 72% financing and 28% refinancing

2. Process for Project Selection and Evaluation

Ref.	Criteria	Requirements	DNV Findings
2a	Investment-Decision Process	<p>The Issuer of a Green Bond and Loan should outline the decision-making process it follows to determine the eligibility of projects using Green Bond and Loan proceeds. This includes, without limitation:</p> <ul style="list-style-type: none"> • The environmental objectives of the eligible Green Projects; • The process by which the issuer determines how the projects fit within the eligible Green Projects categories; and • Complementary information on processes by which the issuer identifies and manages perceived environmental and social risks associated with the relevant project(s). 	<p>According to the Framework, BPI has put in place a process for project selection and evaluation.</p> <p>Green Eligible Projects</p> <p>BPI, through its Sustainable Development Finance (“SDF”) Team, has established a structured process to ensure that projects financed under its Green Finance Portfolio meet sustainability and compliance standards. The SDF Team is tasked with identifying, evaluating, and nominating potential Eligible Green Projects. To guarantee alignment with the Sustainable Funding Framework, BPI engages technical consultants who conduct thorough reviews of project details and confirm that eligibility requirements are met.</p> <p>Once the evaluation process is complete, the SDF Head validates and formally signs off on the final list of Eligible Green Projects for inclusion in the Green Finance Portfolio. This step ensures that only projects with verified environmental benefits are advanced for financing.</p> <p>In addition, BPI maintains strict compliance protocols by ensuring that all loans allocated under the Green Finance Portfolio adhere to applicable national, local, and environmental laws at the time of issuance. This comprehensive approach highlights BPI’s commitment to sustainable financing, reinforcing its role in supporting projects that contribute positively to environmental stewardship while upholding regulatory integrity.</p> <p>Social Eligible Projects</p> <p>BPI’s Business Banking Marketing, Systems Planning & Product Integration, Products, and Campaigns Head will identify, evaluating, and nominating potential Eligible Social Projects for financing under the Social Finance Portfolio. Once projects are nominated, the Business Banking Segment Head or the SPPI Head validates and formally signs off on the list of projects to be included in the portfolio.</p> <p>To ensure integrity and compliance, BPI requires that all loans allocated under the Social Finance Portfolio adhere to applicable national, local, and</p>

			<p>environmental laws at the time of issuance. This process guarantees that only socially responsible and legally compliant projects are financed, aligning with BPI’s commitment to sustainable and ethical banking practices.</p> <p>DNV confirms this process for project selection and evaluation to be well aligned with the Principles & Standards.</p>
2b	<p>Issuer’s Environmental and Governance Framework</p>	<p>Issuers are also encouraged to:</p> <ul style="list-style-type: none"> • Position the relevant information within the context of the issuer’s overarching objectives, strategy, policy and/or processes relating to environmental sustainability. • Provide information, if relevant, on the alignment of projects with official or market-based taxonomies, related eligibility criteria • Have a process in place to identify mitigants to known material risks of negative environmental and/or social impacts from the relevant project(s). 	<p>BPI’s Sustainability Agenda aligns with the requirements set by the Bangko Sentral ng Pilipinas (BSP), specifically under the Sustainable Finance Framework (BSP Circular No. 1085) and the Environmental and Social Risk Management Framework (BSP Circular No. 1128).</p> <p>BPI has in place a General Policy and Governing Principles on Responsible Lending¹⁴. BPI’s Responsible Lending policy requires all loan proposals to undergo rigorous credit evaluation, ensuring risks are identified and managed. This includes environmental and social concerns such as pollution, biodiversity loss, health hazards, safety issues, resettlement, and impacts on indigenous communities or cultural heritage.</p> <p>If significant issues arise, the Bank enforces risk mitigation measures. These may involve added credit enhancements like insurance or collateral, deeper due diligence with business or financial justifications, and supplemental documentation, all subject to approval under BPI’s policies and regulatory standards.</p> <p>DNV confirms that BPI has established environmental and governance frameworks which guide the process for project selection and evaluation, and these are well aligned with the Principles and Standards.</p>

¹⁴ <https://www.bpi.com.ph/about-bpi/sustainability/responsible-and-sustainable-lending-policy>

3. Management of Proceeds

Ref.	Criteria	Requirements	DNV Findings
3a	Tracking Procedure	<ul style="list-style-type: none"> (Bond) The net proceeds of Green Bonds should be credited to a sub-account, moved to a sub- portfolio or otherwise tracked by the Issuer in an appropriate manner and attested to by a formal internal process that will be linked to the Issuer’s lending and investment operations for Green Projects. 	<p>As per the Framework, BPI’s Sustainable Funding Committee oversees the tracking, monitoring, and management of bond and loan proceeds. An amount equal to the net proceeds is allocated to finance or refinance Eligible Green and Social Projects across BPI and its subsidiaries, selected based on established eligibility criteria and evaluation processes.</p> <p>Repayment of principal and interest on Green, Social, and Sustainability Bonds or Loans comes from BPI’s general funds, ensuring that payments are not tied to the performance of any single project but supported by the Bank’s overall financial strength.</p> <p>DNV confirms that BPI has in place tracking procedures and these are well aligned with the Principles and Standards.</p>
3b	Tracking Procedure	So long as the Green Bonds or Loans are outstanding, the balance of the tracked proceeds should be periodically reduced by amounts matching eligible green investments or loan disbursements made during that period.	<p>The Sustainability Bonds are tracked and monitored via internal information systems. A register is created to facilitate the monitoring and reporting of the issued Sustainability Bonds and the deployment of an amount equal to the net proceeds.</p> <p>DNV confirms that BPI has in place tracking procedures and these are well aligned with the Principles and Standards.</p>
3c	Temporary Holdings	Pending such investments or disbursements to eligible Green Projects, the Issuer should make known to investors the intended types of temporary investment instruments for the balance of unallocated proceeds.	<p>The Framework has described the treatment of unallocated proceeds.</p> <div style="border: 1px solid black; padding: 5px;"> <p>From the Framework:</p> <ul style="list-style-type: none"> Pending any allocation or reallocation, an amount equal to the net proceeds from the notes may be invested in cash or cash equivalents for no more than 36 months and will not be invested in carbon-intensive assets. These funds will be managed according to BPI’s internal liquidity management policies and may be transferred to other entities within the BPI Group </div> <p>As of year-end of 2025, all proceeds for the Sustainability Bonds have been fully allocated to eligible green and social projects.</p>

4. Reporting

Ref.	Criteria	Requirements	DNV Findings
4a	Periodical Reporting	<p>Issuers should make, and keep, readily available up to date information on the use of proceeds to be renewed annually until full allocation, and on a timely basis in case of material developments.</p> <p>The annual report should include a list of the projects to which Green Bond proceeds have been allocated, as well as a brief description of the projects, the amounts allocated, and their expected impact.</p> <p>Where confidentiality agreements, competitive considerations, or a large number of underlying projects limit the amount of detail that can be made available, the GBP recommend that information is presented in generic terms or on an aggregated portfolio basis (e.g. percentage allocated to certain project categories).</p>	<p>As outlined in the Framework, BPI has committed to annual reporting. In line with this, the Bank prepared the BPI Sustainability Bond Report, dated December 2025, detailing the allocation of proceeds and the impacts of the SEED Bond and SINAG Bond.</p> <p>As of year-end 2025, all proceeds have been fully allocated to eligible green and social projects, with no remaining unallocated balance.</p> <ul style="list-style-type: none"> SEED Bond has allocated PHP 33.707 Bn to eligible green and social assets and have achieved an estimated reduction of 191,371 tCO_{2e} in greenhouse gas emissions, 6,630 MWh in energy savings, and 339,444 m³ of water treated, as well as provided funding support to 2,501 MSMEs. SINAG Bond has allocated PHP 40.007 Bn to eligible green and social assets and have achieved an estimated reduction of 413,289 tCO_{2e} in greenhouse gas emissions, 3,665 MWh in energy savings, and 6,132,532 m³ of water treated, as well as provided financing support to 159,987 MSMEs. <p>The details of proceeds allocation and project impacts are presented in Schedule 1 and Schedule 2 of this report.</p> <p>DNV confirms that the proposed reporting is consistent with the criteria set out in the Principles & Standards.</p>



About DNV

Driven by our purpose of safeguarding life, property, and the environment, DNV enables organisations to advance the safety and sustainability of their business. Combining leading technical and operational expertise, risk methodology and in-depth industry knowledge, we empower our customers' decisions and actions with trust and confidence. We continuously invest in research and collaborative innovation to provide customers and society with operational and technological foresight. With our origins stretching back to 1864, our reach today is global. Operating in more than 100 countries, our 16,000 professionals are dedicated to helping customers make the world safer, smarter, and greener.