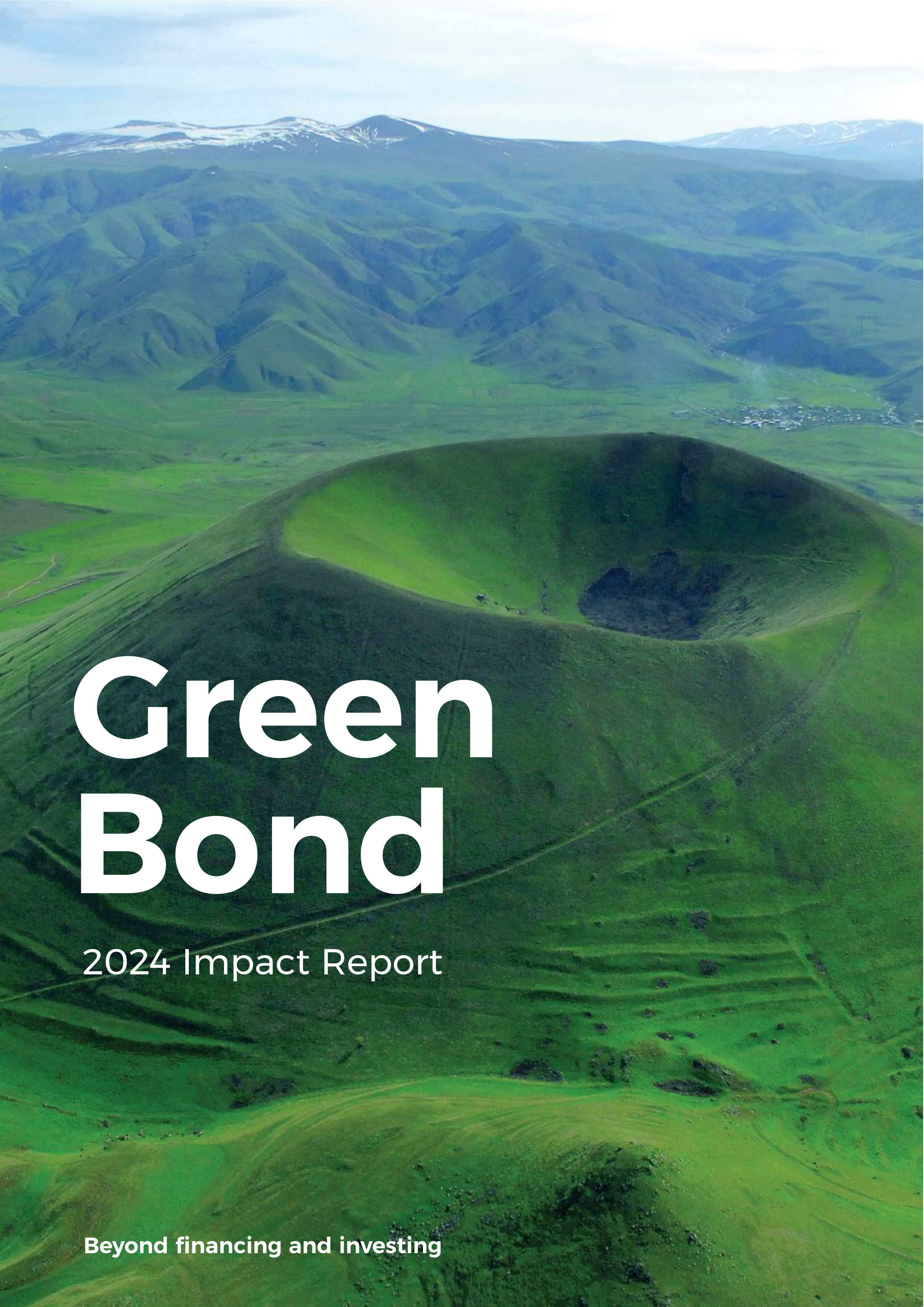


Green Bond

2024 Impact Report

Beyond financing and investing

Based on the core components of ICMA's Green Bond Principles, Ameriabank's Green Bond Framework will be further elaborated in this document:

Green Bond framework | Methodology | Reporting | External review

Green Bond

2024 impact Report

Artak Hanesyan

Dear stakeholders,

We are pleased to present our 4th annual impact report, marking our continued commitment to sustainability through strategic green bond issuance. Building upon our successful private placement in 2020 and a public offering in 2022, we remain steadfast in advancing environmental stewardship while fostering meaningful engagement among our clients and lending partners.

Acknowledging our role in addressing environmental challenges, we are actively reducing our carbon footprint. Through green bond placements, we have financed a diverse array of eco-conscious projects, supporting clean energy solutions for households and small businesses. These investments play a vital role in strengthening economic resilience.

The measurable impact of our green bonds is clear—they have contributed significantly to lowering greenhouse gas emissions, preserving natural resources, and accelerating the transition toward a low-carbon economy.

We remain dedicated to our values, ensuring sustainable growth and lasting positive impact.

We extend our sincere gratitude to our investors for their trust and continued support. Together, we look forward to shaping a more sustainable future, driven by innovation and responsible investment.

Green Bond framework

Considerable amounts of capital are required to foster transition to a low carbon, resilient and environmentally sustainable economy. This Framework has an aim to support debt capital mobilization for the purposes mentioned above.

Moreover, Ameriabank seeks to contribute to the long-term development of sustainable solutions through financing relevant services and innovations. The Green Bonds issued by Ameriabank are to be in line with the UN Sustainable Development Goals (SDGs) and promote the following goals: SDG7 Affordable and Clean Energy, SDG9 Industry, innovation and infrastructure, SDG11 Sustainable Cities and Communities, and SDG13 Climate Action.

Ameriabank's Green Bond Framework is consistent with the International Capital Market Association's ("ICMA") current Green Bond Principles ("GBP"). As both the Green Bond Principles and green financing market evolve, Ameriabank's Green Bond Framework is subject to further updates and expansion.

Methodology

Ameriabank's Green Bond Framework is consistent with the International Capital Market Association's ("ICMA*") current Green Bond Principles ("GBP"). As both the Green Bond Principles and green financing market evolve, Ameriabank's Green Bond Framework is subject to further updates and expansion

The Green Bond Principles published by the Principles' secretariat ICMA is voluntary process guidelines that recommend transparency and disclosure and promote integrity in the development of the Green Bond market by clarifying the approach for issuance of these Bonds. The Principles are intended for broad use by the market: they provide issuers guidance on the key components involved in launching a credible Green Bond; they aid investors by ensuring availability of information necessary to evaluate the environmental or social impacts of their Green Bonds; and they assist underwriters by moving the market towards expected disclosures that will facilitate transactions.

Green Loan Categories

Eligibile Sectors	Benefits and goals	Applicable SDG**
Renewable energy	Positive contribution to climate change mitigation by reducing green house gas emission	7, 13, 11
Sustainable transport	Transport infrastructural solution will consumption and/or relevant GHG or particulate matter emissions reduction)	
Sustainable buildings	Existing residential and commercial building retrofits causing 20% energy gain (overall energy consumption, heating, lighting, HVAC etc.)	
Water Waste management Land use and aquatic resources	Conservation of life below water and on land and biodiversity Improve and preserve quality of life Produce safe and healthy nutrition	11, 13
Energy and resource efficency in industry Energy transmission distribution and storage	Preservation of resources and pollution prevention and control	7, 9
IT solutions	Projects causing direct or indirect or GHG footprint decreasing Power usage Effectiveness (PUE) of Data hubs/ centers has to be less than 1.5	9

* More details here: https://www.icmagroup.org/green-social-and-sustainability-bonds/

** More details here: https://www.un.org/sustainabledevelopment/sustainable-development-goals/

Methodology for Renewable Energy

Summary for Renewable Energy category

Use of proceeds

Renewable energy projects wind (on-shore and offshore), and/or solar power, and/or hydro projects, and/or biomass.

Excluded: Nuclear, Fossil Fuel

Project evaluation and selection process

Proceeds allocated through loans.

Eligible pool of assets updated at least yearly

Management of proceeds

Environmental impact mitigation: biodiversity, local disturbances from construction to exploitations phases, landscape

Local impact mitigation & Stakeholders' engagement and consultation ESG due dilligence process

Business practices' review: money laundering, corruption, conflict of interest

Suppliers' audit: financial stability and product quality

Labour and human rights conformity and local requirements

Reporting

Issuances

Eligible asset pool: size, split by technology, kWh

Impact: Annual reduced/avoided GHG emissions calculated as total and per EUR invested

External review*

SUSTAINALYTICS

Ameriabank has appointed Sustainalytics as Second Party Opinion provider. Sustainalytics is of the opinion that the Green Bonds issued by Ameriabank are aligned with the voluntary guidelines of the Green Bond Principles.

*External Review available with Appendix

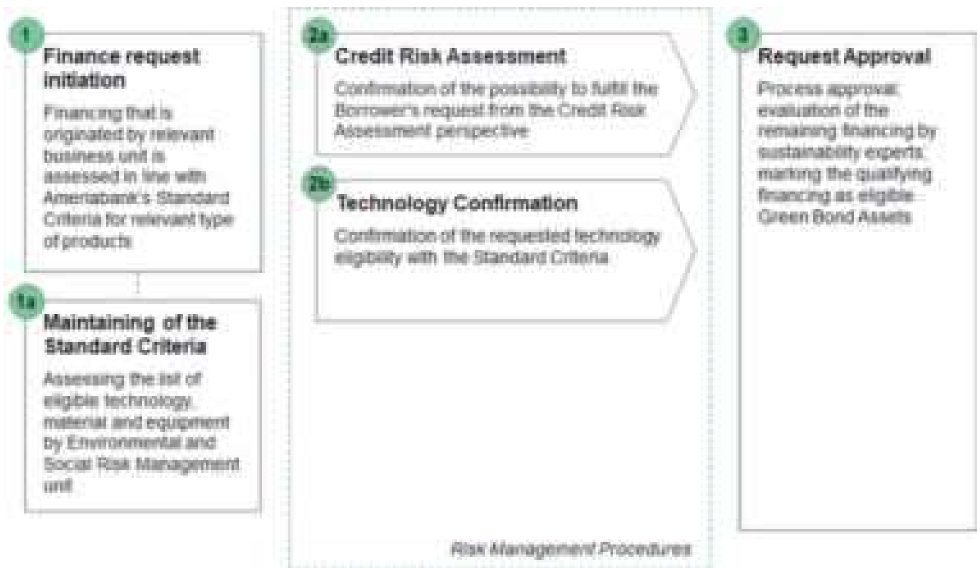
Project Evaluation and Selection Process

Project Evaluation and Selection Process guarantees the use of Green Bond Proceeds in conformity with the relevant criteria. Ameriabank requires compliance of loans with national and international social, environmental standards, as well as laws and regulations. As with all Ameriabank lending activities, all potential Green Assets are subject to the Bank's standard credit process, from an approval prospective.

However, as with all of Ameriabank's lending activities, according to each Green Lending Facility is subject to specific credit underwriting process relevant to these loan types and in line with Ameriabank's Environmental and Social Risk Management policy.

Three approaches (methods) will be adopted for the Bank's Project Evaluation and Selection Process. For more information please review **Green Bond Framework.**

Evaluation using Standard Criteria



Evaluation using Assessment based selection

Green Bond reporting

Ameriabank prepares and publishes an Annual Green Bond Report on its website. The Report will be renewed annually for the entire duration of Green bond project. Annual Green Bond Report consists both of allocation and impact metrics as detailed below. The Green Bond Report specifies the total amount of assets in the applicable product categories (Green Assets Portfolio) and the total outstanding amount raised by their Green Bond issuances.

100% Renewably energy	**Bond Allocation Per Each Eligible Ctegory (%)**	**Total Allocated Amount (EUR-MN)**	**Tco2e Emissions Avoided**
65%	Solar Station	37.47	67,762.50
12%	Solar Plants	6.72	17,723.35
23%	Small Hydropower Plant Projects	12.95	26,839.03

Total Allocated Amount (EUR-MN) 57.1

112,324.88
TCO0E Emissions Avoided

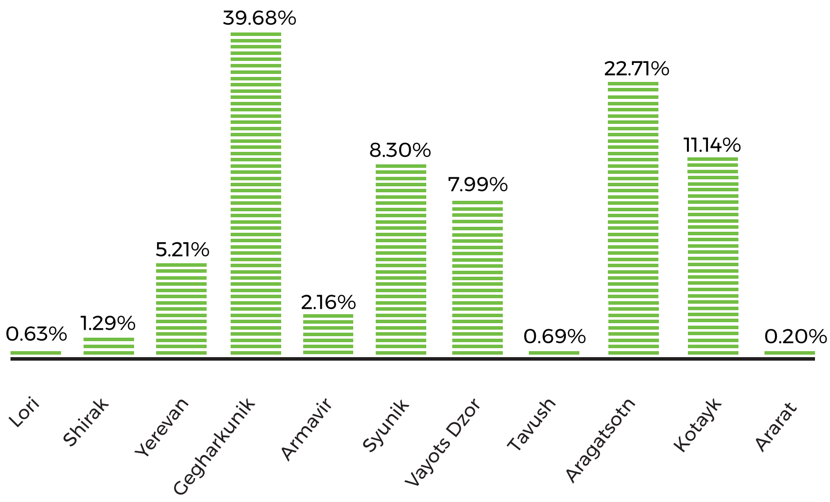
25%
New Projects

75%
Of Refinancing Projects

150
New Jobs Created

272,354,809
Estimated Annual Production

Geographic Distribution



1. As of December 31. 2024.
2. These projects include SME Solar and Solar Leasing projects. None of the solar energy projects financed in the portfolio usethermal energy or fossil fuel-based backup.
3. All financed small hydropower plants have capacity <10 MW and not based on reservoirs.
4. GHG Calculation The method used to calculate the avoided GHG emissions for Ameriabank portfolio is based on grid emission factors for Armenianpowersystem. GHG Accounting for Renewable Energy Projects measured the climate impacts from Ameriabank's renewable energy portfolio bycalculatingthe avoided HG emissions from loans and investments in projects financed through Ameriabank. The avoided GHG emissionswere calculate by Taking theestimated or actual electricity production of the project, measured in kw/h, multiplied by a country specificmission factor. The calculations are valid basedon the portfolio as of December 31", 2024.

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Ameriabank CJSC

Type of Engagement: Annual Review
Date: 19 March 2025
Engagement Team:
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Introduction

Ameriabank CJSC ("Ameriabank" or "Bank") raised EUR 57.14 million through the issuance of three green bonds (the "Green Bonds")[1] in 2020 and 2022 to finance and refinance environmentally impactful projects intended to support Armenia's transition to a low carbon economy. In March 2025, Ameriabank engaged Sustainalytics to review the projects financed with the proceeds from the Green Bonds (the "Nominated Expenditures") and provide an assessment as to whether they meet the use of proceeds criteria and whether Ameriabank complied with the reporting commitments in the Ameriabank CJCS Green Bond Framework (the "Framework").[2] Sustainalytics provided a Second-Party Opinion on the Framework in November 2020.[3] This is Sustainalytics' fourth annual review of allocation and reporting of the instruments issued under the Framework, following previous reviews in March 2022, February 2023 and March 2024.[4,5,6]

Evaluation Criteria

Sustainalytics evaluated the Nominated Expenditures and Ameriabank's reporting based on whether they:

1. Meet the use of proceeds and eligibility criteria defined in the Framework; and
2. Reported on at least one key performance indicator (KPI) for each use of proceeds category defined in the Framework.

Table 1: Use of Proceeds Categories, Eligibility Criteria and Associated KPIs

Use of Proceeds Category	Eligibility Criteria	Key Performance Indicators
Renewable Energy	• Stand-alone Solar PV and Solar Water Heating installations • Stand-alone Wind electricity generation installations • Electricity and heat generation geothermal facilities having direct emissions less than equal to 100 gCO_2/kWh • Sustainable biofuel production and biofuel electricity and heat generation facilities causing 80% GHG emissions reduction comparing with fossil fuel baseline meeting an emissions threshold of 100 gCO_2/kWh • Retrofits or capacity increasing of existing Solar PV, Solar Water Heating, Geothermal and Heat Pumps, biofuel installations	• Annual production, MWh • Fossil fuel consumption substitution (only for solar thermal installations), e.g. m^3 of natural gas • GHG emissions avoided, tonne CO_2e

[1] Ameriabank CJSC issued three green bonds, raised EUR 42 million in November 2020 and EUR 15.14 million from two green bonds in February 2022.
[2] Ameriabank CJSC, "Green Bond Framework", (2020) at: https://ameriabank.am/Portals/0/files/ir/gbf_ameriabank.pdf.
[3] Sustainalytics, "Second-Party Opinion, Ameriabank CJSC Green Bond Framework", (2020), at: https://mstar-sustops-cdn-mainwebsite-s3.s3.amazonaws.com/docs/default-source/spos/ameriabank-green-financing-framework-second-party-opinion.pdf?sfvrsn=67f677f8_3
[4] Sustainalytics, "Ameriabank CJSC Annual Review", (2022) at: https://mstar-sustops-cdn-mainwebsite-s3.s3.amazonaws.com/docs/default-source/spos/ameriabank-cjsc_annual_review_2022.pdf
[5] Sustainalytics, "Ameriabank CJSC Annual Review", (2023) at: https://mstar-sustop-cdn-mainwebsite-s3.s3.amazonaws.com/docs/default-source/spos/ameriabank-cjsc-annual-review-2023.pdf
[6] Sustainalytics, "Ameriabank CJSC Annual Review", (2024) at: https://ameriabank.am/Portals/2/files/impact/Impact-Report-2023.pdf

	• Small Hydropower installations with nominal capacity less than 20 MW and in case of reservoirs power density more than 4 W/m2 • Manufacturing facilities of renewable energy related components are eligible if facilities and are wholly dedicated to components for renewables or proceeds should be allocated on a pro-rata basis – percentage of annual turnover shall be generated from renewable energy related components. • Hydropower facility products should be applicable for the small-scale hydropower plants with a capacity less than 20 MW	

Issuer's Responsibility

Ameriabank is responsible for providing accurate information and documentation relating to the details of the projects, including descriptions, amounts allocated and impact.

Independence and Quality Control

Sustainalytics, a leading provider of ESG research and ratings, conducted the verification of the use of proceeds from Ameriabank's Green Bond. The work undertaken as part of this engagement included collection of documentation from Ameriabank and review of the said documentation to assess conformance with the framework.

Sustainalytics relied on the information and the facts presented by Ameriabank. Sustainalytics is not responsible nor shall it be held liable for any inaccuracies in the opinions, findings or conclusions herein due to incorrect or incomplete data provided by Ameriabank.

Sustainalytics made all efforts to ensure the highest quality and rigor during its assessment process and enlisted its Sustainability Bonds Review Committee to provide oversight of the review.

Conclusion

Based on the limited assurance procedures conducted,[7] nothing has come to Sustainalytics' attention that causes us to believe that, in all material respects, the Nominated Expenditures do not conform with the use of proceeds criteria and reporting commitments in the Framework. Ameriabank has disclosed to Sustainalytics that the proceeds from the Green Bond were fully allocated as of 30 November 2022.

[7] Sustainalytics' limited assurance process includes reviewing documentation relating to details of projects, as provided by the issuing entity, which is responsible for providing accurate information. These may include descriptions of projects, estimated and realized costs, and reported impact. Sustainalytics has not conducted on-site visits to projects.

Detailed Findings

Table 2: Detailed Findings

Framework Requirements	Procedure Performed	Factual Findings	Error or Exceptions Identified
Use of Proceeds Criteria	Verification of projects to determine alignment with the use of proceeds criteria outlined in the Framework.	The Nominated Expenditures comply with the use of proceeds criteria.	None
Reporting Criteria	Verification of projects or assets to determine if impact was reported in line with the KPIs outlined in the Framework.	Ameriabank reported on at least one KPI per use of proceeds category.	None

Appendix

Appendix 1: Allocation Reporting

Table 3: Allocation of the Green Bonds' proceeds by use of proceeds category

Use of Proceeds Category	Project Description	Amount Allocated (EUR million)	Allocation Share
Renewable Energy	Solar Plants	6.72	12%
	Small Hydropower Plant Projects	12.95	23%
	Solar Station	37.47	65%
Total Amount Allocated (EUR million)		**57.14**	**100%**
Total Amount Unallocated (EUR million)		**0.00**	**0%**
Total Net Proceeds Raised (EUR million)		**57.14**	**100%**

Table 4: Allocation of the Green Bonds' proceeds by geography

Region	Amount Allocated (EUR million)	Allocation Share
Lori	0.36	0.63%
Shirak	0.74	1.29%
Yerevan	2.98	5.21%
Gegharkunik	22.67	39.68%
Armavir	1.23	2.16%
Syunik	4.74	8.30%
Vayots Dzor	4.57	7.99%
Tavush	0.39	0.69%
Aragatsotn	12.98	22.71%
Kotayk	6.36	11.14%
Ararat	0.12	0.20%
Total	**57.14**	**100.00%**

Appendix 2: Reported Impact

Table 5: Reported Impact from the Green Bonds' proceeds for CY2024

Use of Proceeds Category	Project Description	Emissions Avoided (tCO_2e)	Electricity Produced (kWh)	Capacity Installed (kW)
Renewable Energy	Solar Plants	17,723.35	42,197,365.90	28,131.58
	Small Hydropower Plant Projects	26,839.03	68,818,030.40	35,974.00
	Solar Station	67,762.50	161,339,413.60	107,090.50
	Total	**112,324.88**	**272,354,809.90**	**171,196.08**

Disclaimer

About Morningstar Sustainalytics

Morningstar Sustainalytics is a leading ESG research, ratings and data firm that supports investors around the world with the development and implementation of responsible investment strategies. For more than 30 years, the firm has been at the forefront of developing high-quality, innovative solutions to meet the evolving needs of global investors. Today, Sustainalytics works with hundreds of the world's leading asset managers and pension funds, which incorporate ESG and corporate governance information and assessments into their investment processes. Sustainalytics also works with hundreds of companies and their financial intermediaries to help them consider sustainability in policies, practices and capital projects. For more information, visit www.sustainalytics.com.