



The Road to Sustainable Development

October 2022





SQB at a Glance

- #1 among Uzbek banks who established Green Banking and eco-friendly business initiatives
- #2 largest bank in terms of assets, loan portfolio and deposits

Rating overview

- Fitch
 BB- / Stable
- **S&P** BB- / Stable
- AhborReyting uzA+ / Stable

- country-wide presence with 44 branches
- number of employees more than 3.8K
- providing a broad range of services to more than one and half million clients

• Strategic goal transform into a competitive, customeroriented, marketdriven bank that is attractive to investors and clients

Key milestones: A Long Journey starting from 1922

After the independence, Bank was transformed into joint-stock commercial

Rebranding to the Joint-Stock Commercial Bank "Uzbek Industrial and Construction Bank" SQB will be privatised by 2023 with assistance from the IFC and EBRD, under Presidential Decree UP-5992 dated 12 May 2020

1991

2014

2020

1922

2006

2019

Establishment of the Industrial Bank

Bank was reorganized joining with International Bank of Uzbekistan "Uzprivatbank"

First ever non-sovereign Eurobond issuance in the country in the amount of USD300 mln on the London Stock Exchange



Green Development Timeline

Launched

Green Banking Department established

2020: Green Trade 2019

Start

SQB has started its journey to transformation of the bank into a universal financial institution operating on a the basic principles of a market economy. To achieve this, we have involved 16 experts from the IFC and the EBRD

Regulatory

Development of the policy and procedures of the ESG. Development of green products for corporate business and Retail business.

Green products & recognition

- Development of green products for SMEs. Development of business processes. Formation of a green loan portfolio. Formation of the green pipeline
- EBRD TFP Deal of the Year

Latest updates

- AIFC The Best Green Investment Bank 2021
- EBRD TFP Deal of the Year 2021: Green Trade
- Developing Green Strategy
- Developing Sustainability Framework (SF)



Awards & Recognition



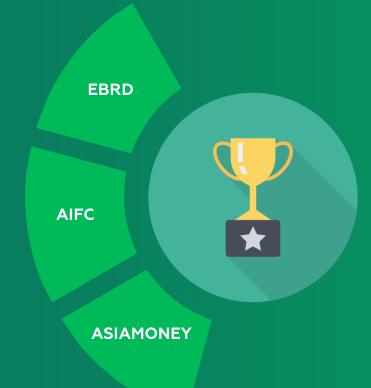
Deal of the Year - Green Trade 2020, 2021

AIFC Green Finance Awards

Best Green Bank by the end of 2020



Best Bank for Environmental, Social, and Governance (ESG)





Green finance products

For corporate clients:

Corporate Green Loan

For business:

SME Green Loan

For individuals:

- Green consumer loan
- Green Mortgage





Climate Assessment for Financial Institutions (CAFI) platform from IFC



Green Technology Selector (GTS) platform from EBRD GEFF

By using these tools, SQB verify whether a project meets internationally agreed-upon criteria for green finance

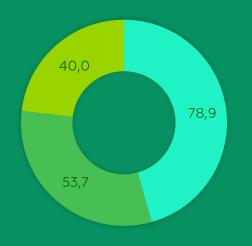


Green portfolio



4,3%
Share of green portfolio, as of Jul-1, 2022

152
Number of projects,
+2464 green mortgage



Green performance by segment, USD mln

■46%, Corporate

■31%, SME

■23%, Individuals

Green portfolio results and forecasts by the end of the year, %

1,2

3,2

6,3

8,7



Roadmap to Sustainability



Executed

- Multiple Awards and Recognition towards Green and Sustainable Initiatives
- Multiple Green Financing Instruments Offerings

SQB is promoting green office strategies and the construction of new environmentally friendly buildings



Pending

- Introduce SQB's Sustainability Framework
- Get a Second Party Opinion
- Issue ESG instrument

SQB has done most of the ground-work required but now needs a formal Framework and an ESG rating to successfully tap the ESG financing market



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