

ANZ GREEN BOND

JUNE 2017 QUARTER INVESTOR UPDATE

As part of ANZ's commitment to actively managing and reducing the environmental impact of its activities, ANZ launched its first Green Bond in June 2015. The proceeds of the Green Bond were used to refinance a pool of ANZ's existing loans in renewable energy (wind, solar) and green buildings.

Certification & Verification

At issuance ANZ Green Bonds were certified against the Climate Bonds Initiative (CBI) standards, following independent verification by EY. The CBI is a Not-For-Profit organisation that aims to promote large-scale investments that will help to deliver a low-carbon economy. [Its standards](#) provide a framework to ensure that Green Bond proceeds are used in ways that are consistent with delivering a low-carbon economy.

On-going Certification & Verification ANZ agreed with investors to seek re-certification of its Green Bonds as at the six month anniversary of issuance. Following verification by EY, ANZ's Green Bonds were re-certified against the CBI standards in December 2015 (see ANZ Green Bonds Jan 2016 report on www.debtinvestors.anz.com).

ANZ also agreed with investors to seek verification by EY on or around each one year anniversary of issuance to ensure on-going compliance with CBI standards. ANZ sought and received such verification as of 11 June 2017 and will next seek re-verification mid-2018.

Eligible Assets

The Green Bonds were used to refinance a pool of ANZ's existing loans in certain CBI-eligible asset classes, namely renewable energy (wind, solar) and green buildings. Appendix 1 sets out the current list of Eligible Assets, together with further information on how Eligible Assets are defined.

To comply with the CBI standards and in particular requirements on "surplus funds" and "non-contamination", ANZ stated its intention to ensure that the balance of Eligible Assets would always be greater than or equal to the Green Bonds outstanding. The following table sets out the Eligible Assets position as at issuance and each reporting interval to date:

Table 1: Eligible Assets balance

Date	Eligible Asset Balance (AUD)	Green Bonds Outstanding (AUD)	Surplus Funds	Action Taken
Jun 2015	\$1, 110,821,000	\$600,000,000	\$0	N/A
Aug 2015	\$1,108,030,997	\$600,000,000	\$0	N/A
Jan 2016	\$1,141,062,983	\$600,000,000	\$0	N/A
Jun 2016	\$1,150,787,808	\$600,000,000	\$0	N/A
Sep 2016	\$1,100,076,623	\$600,000,000	\$0	N/A
Dec 2016	\$1,090,555,579	\$600,000,000	\$0	N/A
Mar 2017	\$1,046,347,803	\$600,000,000	\$0	N/A
Jun 2017	\$1,035,694,141	\$600,000,000	\$0	N/A

In addition, ANZ may substitute, remove or add new Eligible Assets into the pool to assist with managing these requirements, and also where Eligible Assets no longer remain on ANZ's balance sheet due to maturity, refinance or termination.

There were no changes to the Eligible Assets during the June 2017 quarter.

Enquiries

Enquires in relation to this report or ANZ Green Bonds can be directed to:

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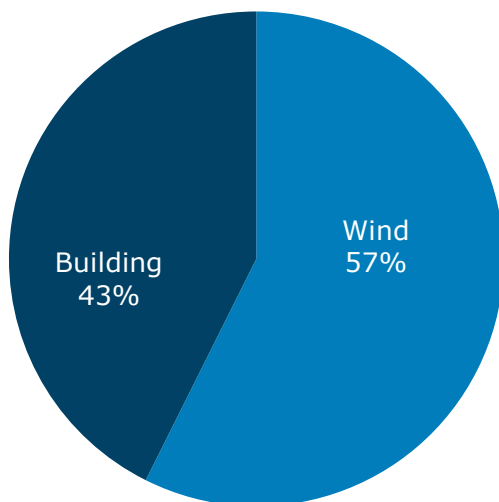
Please note: This report will be reissued/updated as soon as practicable after any re-certification or re-assurance of the Green Bonds, or any verification of new Eligible Assets as a result of substitution or addition. This report will also be updated within 120 days after ANZ issues its year-end results, if an update has not already occurred as a result of re-certification, re-assurance or verification of new assets.

APPENDIX 1

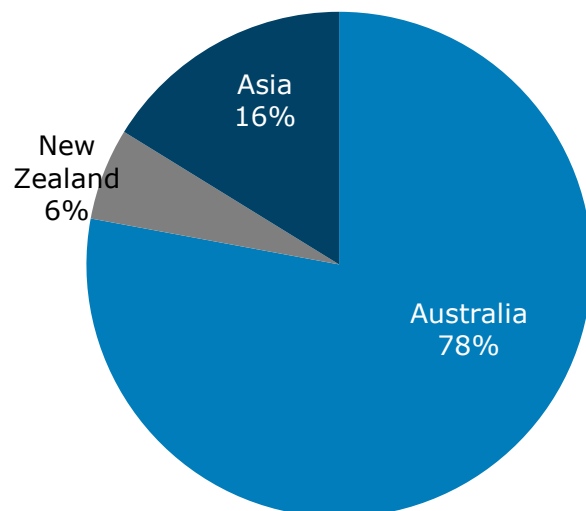
a) Current list of Eligible Assets

Project	Class	Country
Bald Hills Wind Farm	Wind	Australia
Collgar Wind Farm	Wind	Australia
Mumbida Wind Farm	Wind	Australia
Taralga Wind Farm	Wind	Australia
Macarthur Wind Farm	Wind	Australia
Boco Rock Wind Farm	Wind	Australia
Brookfield Tower Place 2, Perth	Building	Australia
161 Castlereagh St, Sydney	Building	Australia
Mahinerangi Wind Farm	Wind	New Zealand
Tararua Wind Farm	Wind	New Zealand
Changbin Wind	Wind	Taiwan
Chungwei Wind	Wind	Taiwan
Miaoli Wind Farm	Wind	Taiwan
Burgos Wind Farm	Wind	Philippines
Coonooer Bridge Wind Farm	Wind	Australia
Southern Cross	Building	Australia
Collins Square, Melbourne	Building	Australia
Current Aggregated Volume		~A\$1.04bn

By Asset Class



By Geography



b) Definition of Eligible Assets (summary of CBI criteria):

Wind – projects involved in the development, construction and operation of wind farms; or operate production facilities dedicated solely to wind energy; or have wholly dedicated transmission infrastructure for wind farms.

Solar – projects involved in the development, construction and operation of generation facilities, where 100% of electricity is derived from solar energy or where no more than 15% of electricity is supported by gas fired back-up; or projects that operate production facilities wholly dedicated to solar energy development; or projects with wholly dedicated transmission infrastructure for eligible solar electricity generation facilities.

Commercial Buildings – Green Star 4 Star-rated commercial buildings that meet a minimum required threshold of CO2 emissions and that are at least in the top 15% of buildings in their city for reduced carbon emissions (checked and reported annually).