Sustainable debt market

	Green, social and sustainable bonds	Sustainability-linked bonds
Use of proceeds	■ Proceeds exclusively used for eligible sustainability projects (e.g. renewable energy, pollution control, green buildings and clean transportation)	■ Proceeds can be used for general corporate purposes
Structure	■ Issuer to declare which of the eligible categories the project falls into; sustainability objectives of the project; process for determining how the project fits within the eligible category; and the related eligibility criteria ■ No targets tied to bond coupon or maturity date	■ Issuer commits to KPIs that are assessed against pre-defined sustainability performance targets ■ Bond coupon is tied to KPIs; missed targets may trigger a step-up of coupon or change in bond maturity date

Compiled by BT