



国家开发银行
CHINA DEVELOPMENT BANK

(company incorporated in the People's Republic of China with limited liability)

RMB 10,000,000,000 3.1% Bond Connect
Green Financial Bonds due 2022 Reopening

Application has been made for the admission on the Securities Official List held by the Luxembourg Stock Exchange (LuxSE SOL) of the RMB 10,000,000,000 3.1% Bond Connect Green Financial Bonds due 2022.

The listing of the bonds on LuxSE SOL without admission to trading on one of the securities markets operated by the Luxembourg Stock Exchange will become effective on July 29, 2020.

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The date of this Information Notice is July 29, 2020.

Should there be any discrepancy between the English version and the Chinese, the Chinese shall prevail.

IMPORTANT NOTICE

This Information Notice as well as all information contained herein (the “Information Notice”) is meant to provide details on the securities and the issuer in relation to the admission of the securities onto the securities official list held by the Luxembourg Stock Exchange without admission to trading on one of the securities markets operated by LuxSE (LuxSE SOL). The Information Notice has been prepared for the sole goal of being admitted and displayed on LuxSE SOL. It does not provide any key information to be used for making investment decisions.

The Information Notice is provided for information purposes only. It does not constitute and is not construed as any advice, solicitation, offer, endorsement, commitment or recommendation to invest in the securities described herein. The provision of the Information Notice is not and shall not be a substitute for your own researches, investigations, verifications, checks or consultation for professional or investment advice. You are using the Information Notice at your own risks.

The Issuer accepts responsibility for the information contained in this Information Notice. To the best of the knowledge of the Issuer (which has taken all reasonable care to ensure that such is the case), the information contained in this Information Notice is in accordance with the facts and does not omit anything likely to affect the import of such information.

INFORMATION ON THE ISSUER

China Development Bank (CDB) was founded in 1994 as a policy financial institution under the direct leadership of the State Council. It was incorporated as China Development Bank Corporation in December 2008, and officially defined by the State Council as a development finance institution in March 2015.

CDB has a registered capital of RMB 421.248 billion. Its shareholders include the Ministry of Finance of the People's Republic of China (36.54%), Central Huijin Investment Ltd. (34.68%), Buttonwood Investment Holding Co., Ltd. (27.19%) and the National Council for Social Security Fund (1.59%).

CDB provides medium- to long-term financing facilities that serve China's major long-term economic and social development strategies. By the end of 2018, its assets grew to RMB 16.2 trillion, a balance of loans of RMB 11.68 trillion. With enhanced sustainability and risk management, CDB delivered a net profit of RMB 112.1 billion, ROA of 0.70%, ROE of 8.82%, and capital adequacy of 11.81%. Professional credit rating agencies including Moody's and Standard & Poor's have rated CDB at the same level as China's sovereign rate.

CDB is the world's largest development finance institution, and the largest Chinese bank for financing cooperation, long-term lending and bond issuance.

CDB currently has 37 primary branches and 4 secondary branches on the Chinese mainland, one offshore branch in Hong Kong and 10 representative offices in Cairo, Moscow, Rio de Janeiro, Caracas, London, Vientiane, Astana, Minsk, Jakarta and Sydney, with about 9,000 staff. Its subsidiaries include CDB Capital Co.,Ltd., CDB Securities Co.,Ltd., CDB Leasing Co.,Ltd., China-Africa Development Fund and CDB Development Fund.

CDB enjoys a credit rating same as that of the PRC sovereign entity.

In 2017, three rating companies, Moody's, Standard & Poor's and Fitch, re-rated CDB at the sovereign level. Details of the rating results are set out as below:

	Rating Company	PRC sovereign rating	CDB rating
2017	Moody's	A1	A1
	Standard & Poor's	A+	A+
	Fitch	A+	A+

DESCRIPTION OF THE ISSUER'S PRINCIPAL ACTIVITIES

China Development Bank (CDB) provides medium- to long-term financing facilities that serve China's major long-term economic and social development strategies. Having been actively involved in the development of economic and social development plans for governments at various levels and comprehensive development plans for key corporate clients, CDB focuses relevant efforts on systematic planning, research and design of auxiliary financing plans, providing the governments and corporate clients with high quality "synergistic" services and system design, and proposing business models, roadmaps and products for national economic and social development, the "going abroad" strategy and corporate development.

As the leading financing force behind China's urbanization campaign, CDB's principal activities include providing loans for various development projects to support urbanization, to boost industry development and promote industrial restructuring and optimization, to improve social livelihoods through projects targeting urban renewal, poverty alleviation, modern agriculture, elderly care etc.

As a leading development finance institution, CDB has also expanded its international businesses, guiding and supporting Chinese companies to scale up investment and cooperation overseas. Such deployments stimulated open economic development in China and increased bilateral and multilateral economic and trade cooperation between China and developing and developed countries, as well as boosting economic and social development in the partner countries. In addition, CDB is actively engaged in intermediary business, guiding private capital through innovative securitization to invest in national strategies, and thus contributing greatly to the healthy development of the securitization market and optimization of the financial ecosystem optimization.

Another core business, Treasury Operations, also CDB to connect government credit and market forces through its full-market-based funding system reform. In accordance with the national economic and social development strategy, CDB guides social capital to serve the state's major longer-term development strategy, and makes new contributions for the economic and social development in China. In accordance with the above activities, CDB also provides various payment and settlement services to all relevant bodies.

As set forth in CDB articles of association approved by CBIRC, the scope of our principal business activities includes:

- deposit taking from corporate customers;
- making short-, medium-and long-term loans;
- entrusted loans;
- making sub-loans with the support from small-and medium-size financial institutions;

- domestic and international settlement;
- acceptance and discount of negotiable instruments;
- issuance of financial bonds and other marketable securities;
- acting as agent for the issuance, repayment and underwriting of government bonds, financial bonds and credit bonds;
- trading in government bonds, financial bonds and credit bonds;
- interbank borrowing and lending;
- sale and purchase of foreign exchange on our own account or for customers;
- settlement and sale of foreign exchange;
- trading derivatives on our own account or for customers;
- letter of credit related business and issuance of guarantees;
- collection and payment agent and bancassurance business;
- safety deposit box services;
- asset management business;
- asset securitisation business;
- consultancy;
- banking business of our overseas branches authorised by us and permitted under local law;
- business such as investment and investment management, securities, financial leasing, banking and asset management legally carried out by our subsidiaries; and
- other business permitted by the banking regulatory authority under the State Council.

SELECTED FINANCIAL INFORMATION OF THE ISSUER

The selected financial information set forth below has been extracted from the bank's audited consolidated financial statements as at and for the years ended 31 December 2017 and 2018, which have been incorporated by reference into this Information Notice (see "Documents incorporated by reference").

	<u>As of 31 December</u>	
	2018	2017
	<i>(in millions of RMB)</i>	
Income Statement Data Summary		
Interest income	617,161	560,484
Interest expense	-434,213	-380,234
Profit before income tax	131,560	140,648
Profit for the year	112,056	113,607
Balance Sheet Data		
Cash and balance with the central bank	275,168	264,868
Deposits with banks and other financial institutions	758,539	1,129,033
Loans and advances to customers, net	11,198,375	10,642,675
Total assets	16,179,820	15,959,288
Total liabilities	14,879,097	14,718,813
Total equity	1,300,723	1,240,475

There has been no material adverse change in the prospects of CDB since 31 December 2018. There has been no significant change in the financial position or trading position of the bank since 31 December 2018.

No profit forecast or estimate is made by CDB.

The audit report for the year ended 31 December 2018 has been prepared by PWC and does not include any qualifications.

The Annual report for the year of 2019 is not yet available and CDB does not publish interim financial statements.

There are no recent events particular to CDB which are to a material extent relevant to its solvency.

DESCRIPTION OF THE BONDS

Issuer	CHINA DEVELOPMENT BANK.
Bonds Issued	RMB 10,000,000,000 "Bond Connect" Green Financial Bonds in denominations of RMB 100.
Issue Date	21 November 2019 using public bidding through Shanghai Clearing House, Shanghai Stock Exchange, Shenzhen Stock Exchange and OTC.
Issue Price	103.51 dirty price.
Interest Rate	3.1% per annum, payable annually.
Day Count.....	Act/Act
Interest Payment Date	21 November in each year. Interest on the Bonds will accrue from their date of issue.
Maturity Date	21 November 2022.
Redemption	The Bonds will be redeemed at par on 21 November 2022.
Ranking	The Bonds constitute direct, unsecured and unsubordinated obligations of the bank ranking <i>pari passu</i> , without any preference or priority of payment among themselves, with all other unsecured and unsubordinated indebtedness of the bank.
Transfer Restrictions	The Bonds may be traded and circulated in the secondary market under the framework of Bond Connect.
Identification number	ISIN Code CND10002HWJ5.
Listing	Application has been made to list the Bonds on the Securities Official List without admission to trading on one of the markets operated by the Luxembourg Stock Exchange.

The Bonds will also be displayed on the Luxembourg Green Exchange.

Trading	The Bonds may be traded in the China Interbank Market, Shanghai Stock Exchange, Shenzhen Stock Exchange and OTC.
Governing Law	The Bonds are governed by the laws of the People's Republic of China.

RISK FACTORS

As CDB is a state-owned policy bank under the direct leadership of the State Council of the People's Republic of China, country risk is the key risk since the credit ratings of CDB are in line with China's sovereign ratings.

USE OF PROCEEDS

The net proceeds from the issuance of the bonds were approximately RMB 10.351 billion (after deducting the counsel fee, third party assessment fee and commission fee).

The proceeds are mainly targeted on green industry, of which the projects have covered five areas including energy conservation, pollution prevention and control, resource conservation and recycling, clean energy, and ecological protection and climate change adaptation.

The bond has been conducted third-party assessment by EY according to People's Bank of China Public Notice [2015] No.39 and CBI Standard. Throughout the life of the bond, CDB has employed EY to perform annual audit and to issue relative reports, consistently monitoring and evaluating the development of targeted Green Projects and their environmental effect. This is to ensure fund raised will all be put into Green Industry projects, fund management meets relevant standards, and the environmental and social effect meets investors' expectation.

DOCUMENTS INCORPORATED BY REFERENCE

The Information Notice should be read and construed in conjunction with the documents incorporated by reference into this Information Notice. The information contained in the following document(s) is hereby incorporated by reference into this Information Notice and deemed to form a part of this Information Notice:

- the Annual Report as of 31 December 2018
- the Sustainability Report 2018
- the Independent Third Party Verification Report 2018
- EY Attestation Report of China Development Bank Bond Connect Green Bond (Reopening)
- CDB Climate Bond Certified 2020
- People's Bank of China Public Notice [2015] No.39

**CHINA DEVELOPMENT BANK
BOND CONNECT
GREEN BOND ISSUANCE PROGRAMME
TENDER ANNOUNCEMENT**

22 July 2020

Issue Number	1902001
Tender Type	Reopening
Tender Date	29 July 2020
Interest Type	Fixed
Coupon Rate	3.10%
Interest Payment Frequency	Annually
Interest Payment Date	21 November
Original Tenor	Three Years
Maturity Date	21 November 2022
Issue and Settlement Date	6 August 2020
Dated Date(Value Date)	21 November 2019

Code	1902001.QF.IB	018016.SH	018608.SZ	1902001.BC
Tender Time	9:30 am to 10:30 am	11:00 am to 11:20 am		
Offering Amount	Renminbi 5 Billion	Renminbi 1 Billion	Renminbi 1 Billion	Renminbi 3 Billion
Listing Date		7 August 2020		10 August 2020
Clearing House	Shanghai CH	CSDC SH Branch	CSDC SZ Branch	CCDC
Market	CIB	Shanghai SE	Shenzhen SE	OTC
Rating				

***Disclaimer**

The information provided here is for reference only. China Development Bank(CDB) does not warrant that all, or any part of, the information provided is accurate in all respects. For more information, please refer to the Chinese Version Announcement available on official website at <http://www.cdb.com.cn>. CDB's bond yield curve available at <http://www.cdb.com.cn>.

