

UK MiFIR product governance / Professional investors and eligible counterparties only target market – Solely for the purposes of the manufacturer’s product approval process, the target market assessment in respect of the Notes has led to the conclusion that: (i) the target market for the Notes is only eligible counterparties, as defined in the FCA Handbook Conduct of Business Sourcebook (“COBS”), and professional clients, as defined in Regulation (EU) No 600/2014 as it forms part of domestic law by virtue of the UK European Union (Withdrawal) Act 2018 (“UK MiFIR”); and (ii) all channels for distribution of the Notes to eligible counterparties and professional clients are appropriate. Any person subsequently offering, selling or recommending the Notes (a “distributor”) should take into consideration the manufacturer’s target market assessment; however, a distributor subject to the FCA Handbook Product Intervention and Product Governance Sourcebook (the “UK MiFIR Product Governance Rules”) is responsible for undertaking its own target market assessment in respect of the Notes (by either adopting or refining the manufacturer’s target market assessment) and determining appropriate distribution channels. For the purposes of this provision, the term “manufacturer” means the Dealer (as defined below). AIIB (as defined below) does not fall under the scope of application of UK MiFIR. AIIB does not qualify as an “investment firm”, “manufacturer” or “distributor” for the purposes of UK MiFIR.

Pricing Supplement dated 6 August 2021

ASIAN INFRASTRUCTURE INVESTMENT BANK
(the “Issuer”, “AIIB” or the “Bank”)

Legal Entity Identifier: 25490065OSV2524LCR32
Issue of AUD 150,000,000 Fixed Rate Notes due 11 August 2023

Global Medium Term Note Programme

PART A – CONTRACTUAL TERMS

This document constitutes the final terms of the Notes described herein (the “**Pricing Supplement**”). Terms used herein shall be deemed to be defined as such for the purposes of the terms and conditions of the Notes (the “**Conditions**”) set forth in the base prospectus dated 18 December 2019 (the “**Base Prospectus**”). This document must be read in conjunction with the Base Prospectus. Full information on the Issuer and the offer of the Notes is only available on the basis of the combination of this Pricing Supplement and the Base Prospectus. Copies of the Base Prospectus and the Pricing Supplement may be obtained by Noteholders from the Specified Office of the Paying Agent.

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|----|-------|--|--|
| 1. | (i) | Series Number: | 00048 |
| | (ii) | Tranche Number: | 1 |
| | (iii) | Date on which the Notes will be consolidated and form a single Series: | Not Applicable |
| 2. | | Specified Currency or Currencies: | Australian dollar (“AUD”) |
| 3. | | Aggregate Nominal Amount: | AUD 150,000,000 |
| | (i) | Series: | AUD 150,000,000 |
| | (ii) | Tranche: | AUD 150,000,000 |
| 4. | (i) | Issue Price: | 100.00 per cent. of the Aggregate Nominal Amount |
| | (ii) | Net Proceeds | AUD 150,000,000 |
| 5. | (i) | Specified Denomination(s): | AUD 200,000 |
| | (ii) | Calculation Amount: | AUD 200,000 |

6.	(i)	Issue Date:	11 August 2021
	(ii)	Interest Commencement Date:	Issue Date
7.		Maturity Date:	11 August 2023
8.		Interest Basis:	0.12 per cent. per annum Fixed Rate
		(As referred to under Conditions 5, 6 or 7)	(See paragraph 11 below)
9.		Redemption/Payment Basis:	Redemption at par
			(further particulars specified below)
10.		Put/Call Options:	Not Applicable
		(As referred to under Condition 9)	

PROVISIONS RELATING TO INTEREST (IF ANY) PAYABLE

11.	Fixed Rate Note Provisions	Applicable
	(As referred to under Condition 5)	
(i)	Rate(s) of Interest:	0.12 per cent. per annum payable semi-annually on each Interest Payment Date in arrear
(ii)	Interest Payment Date(s):	11 August and 11 February each year, commencing on 11 February 2022
(iii)	Fixed Coupon Amount(s):	AUD 120 per Calculation Amount
(iv)	Broken Amount(s):	Not Applicable
(v)	Day Count Fraction:	Actual/Actual (ICMA)
	(As referred to under Condition 2(a))	
(vi)	Other terms relating to the method of calculating interest for Fixed Rate Notes:	Not Applicable
12.	Floating Rate Note Provisions	Not Applicable
	(As referred to under Condition 6)	
13.	Zero Coupon Note Provisions	Not Applicable
	(As referred to under Condition 7)	
14.	Dual Currency Note Provisions	Not Applicable

PROVISIONS RELATING TO REDEMPTION

15.	Call Option	Not Applicable
16.	Put Option	Not Applicable
17.	Final Redemption Amount of each Note	AUD 200,000 per Calculation Amount

18. **Early Redemption Amount** As set out in the Conditions

Early Redemption Amount(s) per Calculation Amount payable on event of default or other early redemption and/or the method of calculating the same (if required or if different from that set out in the Conditions):

19. **Redemption Amount** Not Applicable

(if different from the Final Redemption Amount, the Optional Redemption Amount, or the Early Termination Amount)

GENERAL PROVISIONS APPLICABLE TO THE NOTES

20. Form of Notes: Temporary Global Note exchangeable for a Permanent Global Note which is exchangeable for Definitive Notes in the limited circumstances specified in the Permanent Global Note (Bearer Notes)

Exchange Date in respect of Temporary Global Note: 20 September 2021

21. New Global Note: No

22. Classic Global Note: Yes

23. New Safekeeping Structure: No

24. Additional Financial Centre(s) or other special provisions relating to payment dates: London, New York City and Sydney

25. Talons for future Coupons to be attached to Definitive Notes (and dates on which such Talons mature): No

26. Redenomination: Not Applicable

27. Spot Rate: Not Applicable

28. Other terms: Not Applicable

DISTRIBUTION

29. Method of distribution: Non-syndicated

30. If syndicated, names of Dealers: Not Applicable

31. Date of Terms Agreement: 6 August 2021

32. Lead Manager: Not Applicable

33. Stabilisation Manager(s) (if any): Not Applicable

34. If non-syndicated, name of relevant Dealer: RBC Europe Limited

35.	U.S. Selling Restrictions:	Reg. S; TEFRA C
36.	Prohibition of Sales to Belgian Consumers:	Not Applicable
37.	Additional Selling Restrictions:	Not Applicable
38.	Total commission and concession:	Not Applicable
39.	TEFRA:	TEFRA C
40.	Relevant Benchmark:	Not Applicable

Signed on behalf of:

**Asian Infrastructure
Investment Bank**

By: 
Duly authorised

PART B – OTHER INFORMATION

1. LISTING AND ADMISSION TO TRADING

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| (i) | Listing: | The Luxembourg Stock Exchange |
| (ii) | Admission to trading: | Application will be made by the Issuer (or on its behalf) for the Notes to be admitted to trading on the regulated market of the Luxembourg Stock Exchange |

2. RATINGS OF THE NOTES:

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| Ratings of the Notes: | The Notes to be issued are expected to be rated:

Moody's Investors Service Singapore Pte. Ltd.: Aaa

Standard & Poor's Financial Services LLC: AAA |
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3. OPERATIONAL INFORMATION

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| (i) | ISIN: | XS2374595556 |
| (ii) | Common Code: | 237459555 |
| (iii) | CUSIP: | Not Applicable |
| (iv) | CFI: | See the website of the Association of National Numbering Agencies (ANNA) or alternatively sourced from the responsible National Numbering Agency that assigned the ISIN |
| (v) | FISN: | See the website of the Association of National Numbering Agencies (ANNA) or alternatively sourced from the responsible National Numbering Agency that assigned the ISIN |
| (vi) | New Global Note intended to be held in a manner which would allow Eurosystem eligibility: | Not Applicable |
| (vii) | Any clearing system(s) other than DTC, Euroclear Bank SA/NV and Clearstream Banking S.A. and the relevant identification number(s): | Not Applicable |
| (viii) | Delivery: | Delivery against payment |
| (ix) | Names and addresses of additional Paying Agent(s) (if any): | Not Applicable |
| (x) | Name of Calculation Agent | Citibank, N.A., London Branch |

4. GENERAL INFORMATION

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| (i) | Change of address: | Effective 1 June 2020, the principal office of the Issuer is located at the following address: |
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Asian Infrastructure Investment Bank
AIIB Headquarters, Tower A,
Asia Financial Center, No. 1 Tianchen East Road,
Chaoyang District, Beijing 100101
People's Republic of China

- (ii) Recent Development: COVID-19 As set out below.
pandemic:

Recent Development: COVID-19 Pandemic

AIIB Response to the COVID-19 Pandemic

The COVID-19 pandemic has had and continues to have an adverse impact on the global economy and on the individual economies of AIIB members. AIIB members continue their efforts to contain the COVID-19 pandemic and to mitigate the risks of long-lasting, structural harm to their economies. Developing economies, especially those with weak health care infrastructure, vulnerable macroeconomic or financial sector fundamentals or a high dependence on tourism, commodities exports or remittances, required support from the international financial community to respond to and contain the COVID-19 pandemic.

As part of a coordinated international response to counter the COVID-19 pandemic, AIIB has worked closely with other international financial institutions to create a network of support options, especially for the most vulnerable economies. Based on feedback from public and private sector partners, the Bank's immediate assistance was and continues to be required in three key areas: (i) immediate health care sector needs (including support for emergency public health responses and for the long-term sustainable development of the health care sector), (ii) economic resilience, mainly where clients require financing to supplement government measures supporting the social and economic response and recovery efforts (including infrastructure investments and investments in social and economic protection measures to prevent long-term damage to the productive capacity of the economy and to protect and restore productive capital), and (iii) investments in infrastructure and other productive sectors, mainly where clients might otherwise need to curtail long-term investments due to liquidity constraints.

The Bank has adopted a variety of measures to respond to the COVID-19 pandemic. In early April 2020, the Bank launched a U.S.\$5 billion COVID-19 Crisis Recovery Facility (the "CRF"), which the Bank subsequently increased to U.S.\$5-10 billion, and then to U.S.\$13 billion due to high demand. The CRF, which is designed to adapt to emerging client needs, offers sovereign-backed and non-sovereign-backed financings for qualifying clients and projects within AIIB's members. As a temporary facility put in place to address the COVID-19 pandemic, the CRF is open for the approval of qualifying projects until 16 October 2021, unless otherwise decided by AIIB's Board of Directors.

Impact of the COVID-19 Pandemic on the Bank's Activities and Results of Operations

The Bank currently remains fully operational and continues to conduct its activities in the normal course of business. As a precautionary measure, the Bank has put in place procedures to prevent any potential disruptions to its governance and project approval schedule. The Bank has adopted prudent measures to ensure the health and safety of its employees, including imposing travel restrictions and remote working arrangements when appropriate and rescheduling public events or holding them in virtual format until a normalised situation resumes, and it continues to monitor the situation closely.

While the severity and duration of the COVID-19 pandemic is difficult to predict, it has had and likely will continue to have a material adverse effect on the Bank's results of operations.

The Bank's financial performance is highly dependent on its ability to generate income from its liquidity and loan investment portfolios. As a result of lower interest rates, due in part to governments and central banks around the world responding to the decline in global economic demand caused by the COVID-19 pandemic, the Bank has

experienced downward pressure on income earned from both its liquidity and loan investment portfolios and expects to continue experiencing such downward pressure in the coming quarters.

Due to the COVID-19 pandemic, in the three months ended 31 March 2021, the fair value of the Bank's investments in portfolios of high credit quality securities managed by external asset managers experienced volatility, and such volatility is expected to continue in the coming quarters. Furthermore, the COVID-19 pandemic has had and is expected to continue to have an adverse effect on the credit position of the Bank's loan portfolio, which is highly dependent on credit conditions in the member jurisdictions where the Bank's largest sovereign-backed and non-sovereign-backed borrowers are located.

In addition, while the Bank has experienced and may continue to experience demand for CRF financings, which are generally disbursing more rapidly than disbursements for AIIB's other financings, certain of the Bank's existing investment projects may be delayed or curtailed as clients evaluate the impact of the COVID-19 pandemic or may be implemented at a pace that is slower than expected. In addition, the Bank may experience a temporary decline in demand for non-sovereign-backed financings, and consequently a weaker investment pipeline, should project sponsors and beneficiaries postpone infrastructure investments. A slowdown in project implementation or a protracted decline in demand for investment financings may lead to lower disbursement rates, which may negatively affect AIIB's ability to generate income on investment financings.