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HSBC Vietnam rolls out the first green financing for Duy Tan Plastics Recycling

The first project of a Vietnam's corporate that HSBC arranges green financing for

***The financing is for the first stage of Duy Tan's USD60-million project
to set up a recycling factory***

Two companies aim to contribute to build Vietnam's sustainable economy

(Ho Chi Minh City) – Today, HSBC Bank (Vietnam) Ltd. (HSBC Vietnam) and Duy Tan Plastics Corporation (Duy Tan) sign a green credit agreement to finance Duy Tan Plastics Recycling Factory. The green loan, which is under HSBC's commitment to provide USD100 billion of sustainable finance and investment by 2025, is the first that HSBC arranges for a Vietnam's company.

The factory, with planned capacity of up to 100,000 tons per year, is the first in Vietnam to apply the Bottles to Bottles process¹. In order to achieve a green credit by HSBC, Duy Tan's project had to go through HSBC's strict credit approval and management process of sustainable financing controlled by HSBC Asia Pacific Sustainable Loans Committee, the dedicated body of the Bank with rich experience in successfully arranging green financing in different fields around the world. At the same time, the green deal is required to meet the high standards of the international Green Loan Principles jointly issued by Loan Market Association and Asia Pacific Loan Market Association. It includes four core components: use of proceeds, project selection and evaluation, management of proceeds and reporting.

Joining HSBC's green financing, Duy Tan gets expert consultancy in green finance, sustainable development and green projects' governance. Simultaneously, a green credit in profile will help broaden Duy Tan's prospect of access to international capital market in the future.

Stephanie Betant, Country Head of Wholesale Banking, HSBC Vietnam, said "We are proud to work with Duy Tan to achieve a common goal of growing sustainable financing in Vietnam. As a key player in Vietnam's plastic industry, Duy Tan has proved to be in the forefront of innovation in all they strive for. With more than a decade of collaboration, we continue our journey in bringing innovation to Vietnam and after completing the first live blockchain L/C transaction in Vietnam in 2019, today we close this green loan. We hope that Duy Tan will lead the path for Vietnamese corporates in growing green financing and sustainability for Vietnam's economy."

Mr. Anh Le, Head of Marketing of Duy Tan, also shared "As a leading Vietnam's brand in plastic industry, contributing to the greening of our home country by curbing plastic waste is our obligation. We hope that the new factory, with the financing of HSBC, will support us in our strategy of sustainable development and continuing bringing more long-term values to our consumers and community."

¹ Bottles to Bottles process is to recycle used plastic bottles into plastic raw materials for the next production of plastic bottles.

Aligning with Vietnam government's national strategy on green growth and the State Bank of Vietnam's development scheme of green banking, HSBC's green financing for Duy Tan Plastic Recycling Factory shows the long-term vision of both organisations in building Vietnam's sustainable economy.

"It is a very positive signal to showcase how Vietnamese large corporates are transforming in a more sustainable way. From 1870 when we opened our first office in Saigon, now Ho Chi Minh City, our purpose has never changed. We want to enable businesses to thrive, Vietnam's economy to prosper and Vietnamese people to fulfil their hopes and realise their ambitions. We are proud to accompany Vietnam's businesses in the journey of sustainable growth", added Stephanie Betant.

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Notes to Editors:

HSBC Bank (Vietnam) Ltd.

HSBC has been in Vietnam for 150 years – the bank first opened an office in Saigon (now Ho Chi Minh City) in 1870. HSBC was the first foreign bank to launch its locally incorporated entity on 1 January 2009 as HSBC Bank (Vietnam) Ltd. The bank's current network includes two branches and five transaction offices in Ho Chi Minh City, one branch and four transaction offices in Hanoi, and two full-service branches in Binh Duong and Da Nang. HSBC is one of the largest foreign banks in the country in terms of investment capital, product range, and customer base.

Duy Tan Plastics Corporation

Established in 1987, Duy Tan which is recognized as one of Vietnam's largest plastics companies is aiming to be the leading plastics company in Southeast Asia.

All Duy Tan products, which have built the brand's reputation and quality, are put under the strict testing process based on the quality standards of pharmaceutical, food, cosmetics packaging, plastic household products, industrial plastics and precision molds (ISO 9001:2015); food, pharmaceutical bottles and caps, cosmetics bottles (BRC5); primary pharmaceutical packaging (ISO 15378:2017). Therefore, through the years, Duy Tan products have not only been the top choice of local consumers, but also been approaching the international markets with strict requirements such as the US, Japan, EU, etc. Duy Tan is very honoured to win the awards, titles, certificates from both local and international prestigious organisations: Vietnam Value Brand (2014 - 2016 – 2018), "Vietnamese High Quality Goods" awards for 24 years consecutively, Top 500 largest Vietnamese enterprises (VNR500) and Gold Supplier of many long-term partners.

For more information: <http://www.duytan.com>

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