



26th November 2025

Climate action leader AIB raises €1 billion in ninth green bond issuance

- Bond proceeds will fund projects with clear environmental and climate action benefits
- €8.2 billion raised from issuing ESG (green and social) bonds to date

AIB has raised €1 billion from the issuance of its ninth green bond. The proceeds from the Tier 2 subordinated capital issuance will contribute to the financing of projects with clear environmental and climate action benefits, while further strengthening AIB's capital position.

The International Monetary Fund estimates the cost to finance the transition to a low carbon economy in Ireland will amount to c. €20 billion per annum over the next decade, much of which will come from the private sector. Climate and Infrastructure Capital is a fast-growing part of the bank's lending book, and AIB continues to use the proceeds of green bonds to fund eligible projects including renewable energy generation and transmission, green buildings, clean transportation, and circular economy and waste management.

AIB's green lending book has been growing for a number of years, helping build the green infrastructure the country requires. Supporting the transition to a greener future, €20.5 billion of green and transition lending has been deployed since we announced our €30 billion Climate Action Target in 2019, with €3.8 billion in the first nine months of the year.

AIB's green bond credentials

AIB was the first Irish bank to issue a green bond, in 2020. Since then, the bank has raised a combined €6.45 billion from the issuance of green bonds, including refinancing. When social bonds are included, the bank has raised €8.2 billion from the issuance of bonds for Environmental, Social and Governance (ESG) purposes.

AIB Chief Executive Colin Hunt said "Sustainability is core to AIB's strategy as we continue to be a catalyst for positive climate change in Ireland and beyond. This latest green bond issuance is an embodiment of where our shared ambition meets action, enabling us to deploy capital and provide funding for vital green and transition-related infrastructure and activities. We will continue to lead the way towards a greener world by reducing our own carbon footprint, supporting our 3.4 million customers through the provision of green loans, and ensuring capital is used in ways that benefit the environment."

Strong green investor demand

Despite recent volatility, investor interest was strong from the outset, supported in a significant way by the Group's very strong ESG credentials, reaching a peak orderbook of €3.8 billion. Pricing tightened by 30bps to a final coupon of 3.75%, reflecting 2-3bps new issue premium. The order book comprised of a significant number of green investors, emphasising the importance of our best-in-class ESG bond programmes in challenging markets. This transaction marked the joint tightest European €1 billion+ Tier 2 transaction so far in 2025.

The lead arranger group on the issuance comprised Goodbody, Morgan Stanley, Bank of America, Goldman Sachs, UBS, and JP Morgan.

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Notes to Editors:

- In order to be labelled green, the AIB bond must align with the International Capital Markets Association's Green Bond Principles governing the use of the bond proceeds and related transparency and reporting requirements.
- AIB Group plc is rated at investment grade with Moody's and S&P Global Ratings (S&P).
- On 21 November 2025 S&P upgraded AIB Group plc's AT1 and Tier2 by one notch
- On 6 November 2025 S&P upgraded AIB Group plc by one notch while the outlook changed to stable from positive.
- On 11 September 2025 Moody's upgraded AIB Group plc by one notch and revised the outlook to stable from positive.