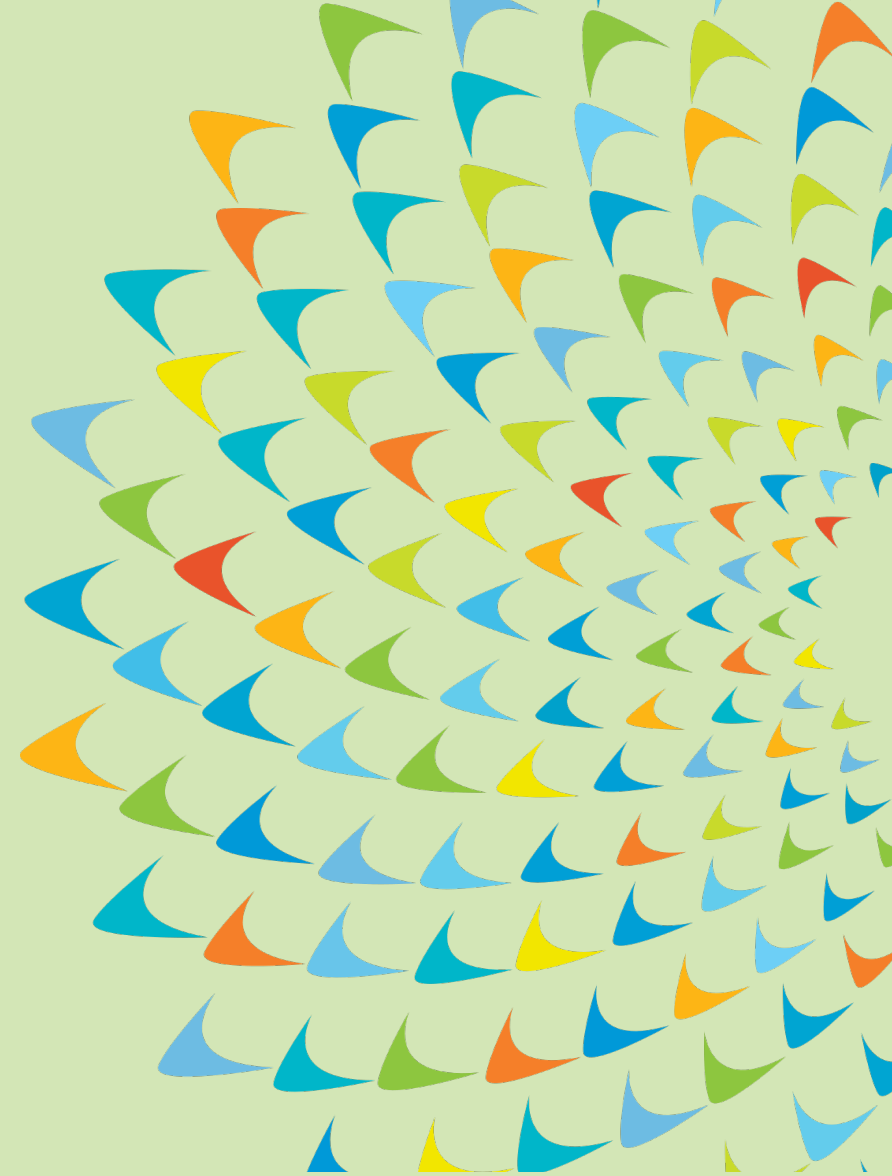


ASEAN+3 Sustainable Bonds Highlights

June 2025

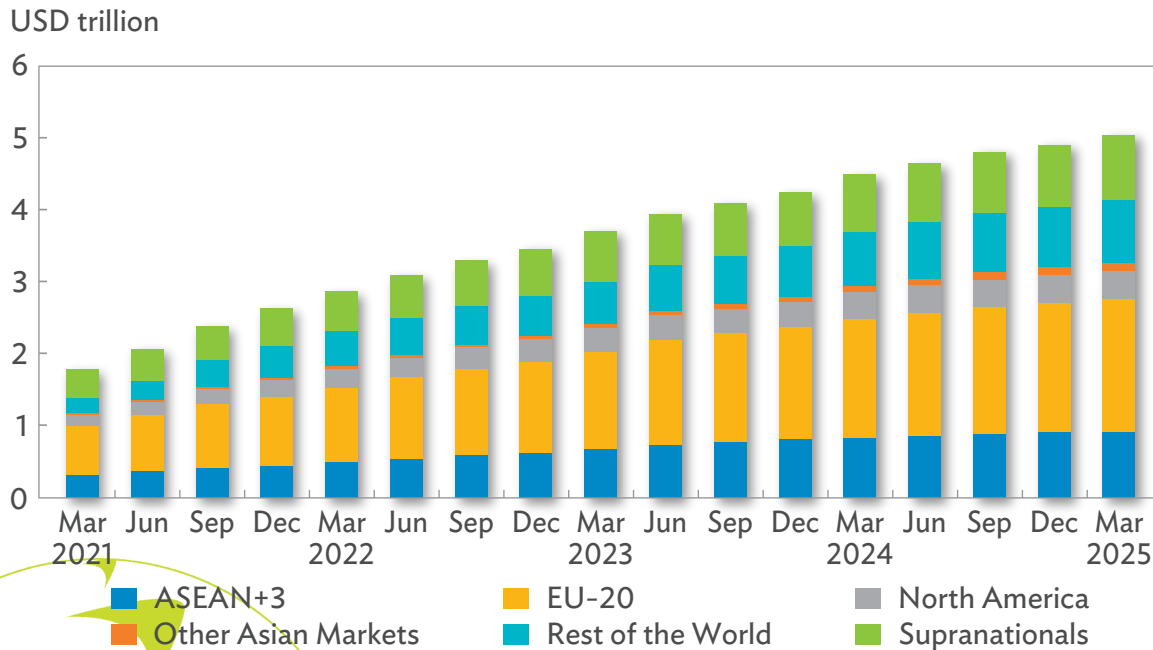


The ASEAN+3 sustainable bond market's expansion moderated to 0.3% q-o-q in Q1 2025 due to a contraction in issuance

The global sustainable bond market grew 2.7% q-o-q, reaching USD5.0 trillion at the end of Q1 2025. The EU-20 led the global market's expansion with 2.9% q-o-q growth on strong issuance amid continued monetary easing.

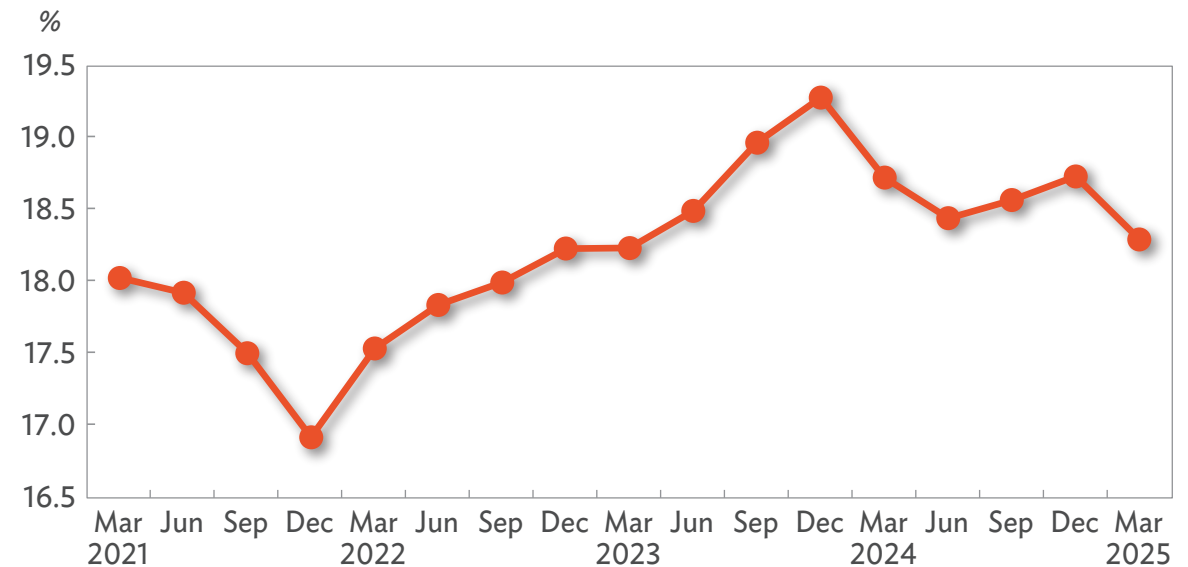
With total outstanding sustainable bonds of USD922.7 billion at the end of Q1 2025, ASEAN+3's share in the global sustainable bond market slightly declined in Q1 2025.

Global Sustainable Bonds Outstanding



Source: AsianBondsOnline calculations based on Bloomberg LP data.

ASEAN+3 Share of Global Sustainable Bonds Outstanding

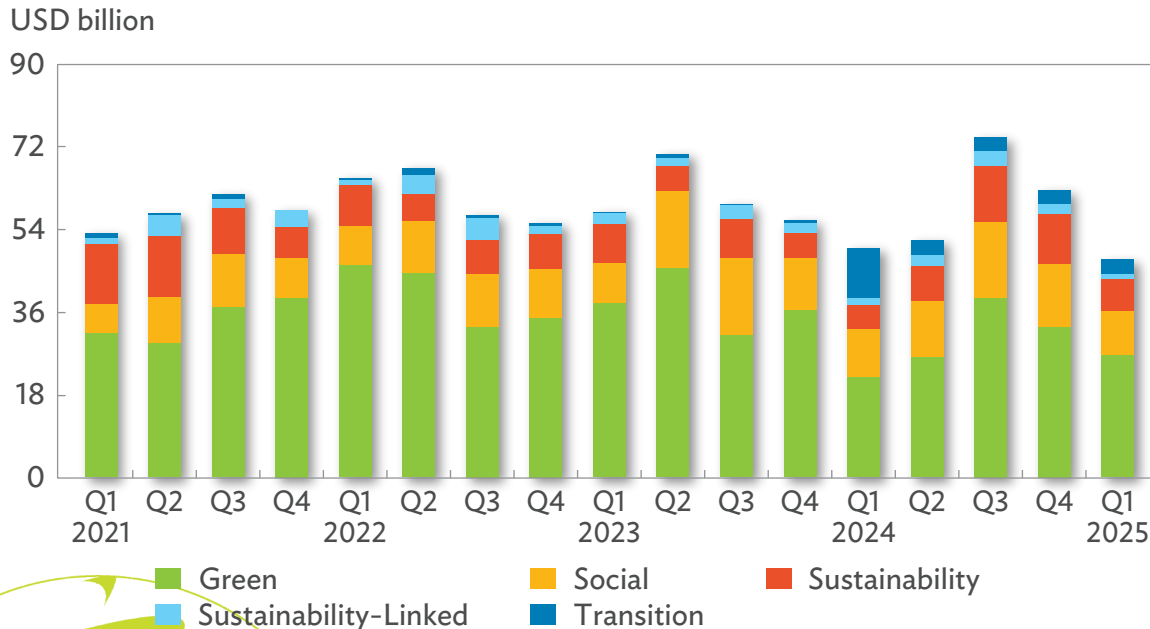


ASEAN+3 sustainable bond issuance contracted in Q1 2025 as investor appetite soured on heightened global uncertainty

Regional sustainable bond issuance shrank 24.0% q-o-q to USD47.7 billion in Q1 2025, with issuance declining in nearly all ASEAN+3 markets.

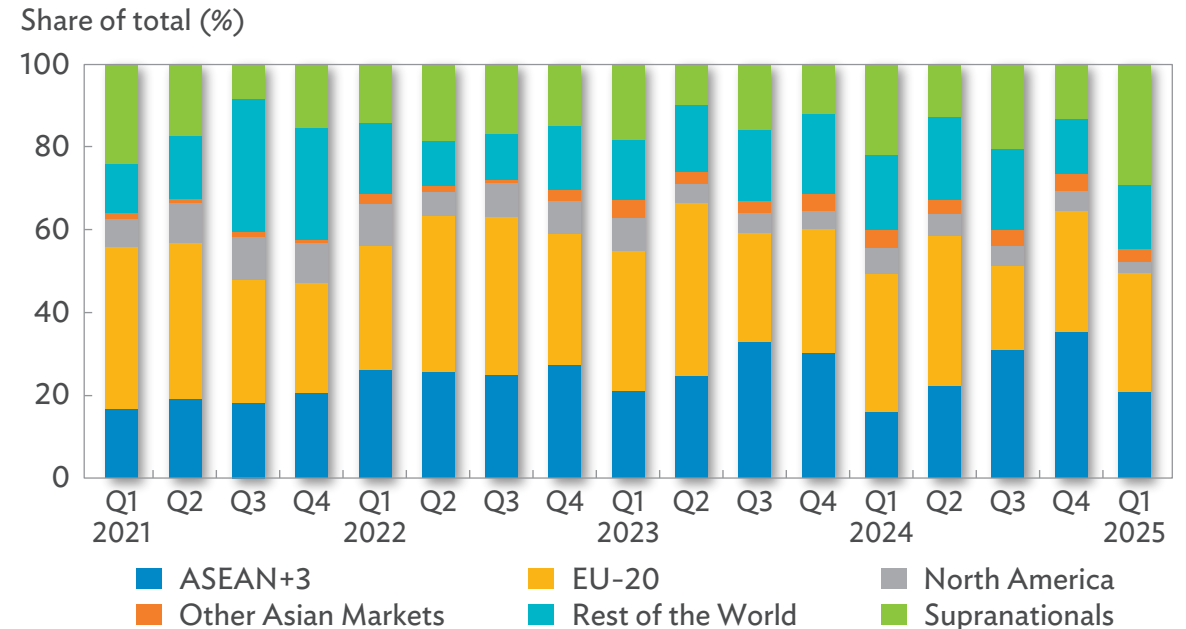
This reduced ASEAN+3's share in global issuance to 21.0% in Q1 2025 from 24.9% in 2024.

ASEAN+3 Sustainable Bond Issuance by Instrument Type



Source: AsianBondsOnline calculations based on Bloomberg LP data.

Share of Global Sustainable Bond Issuance



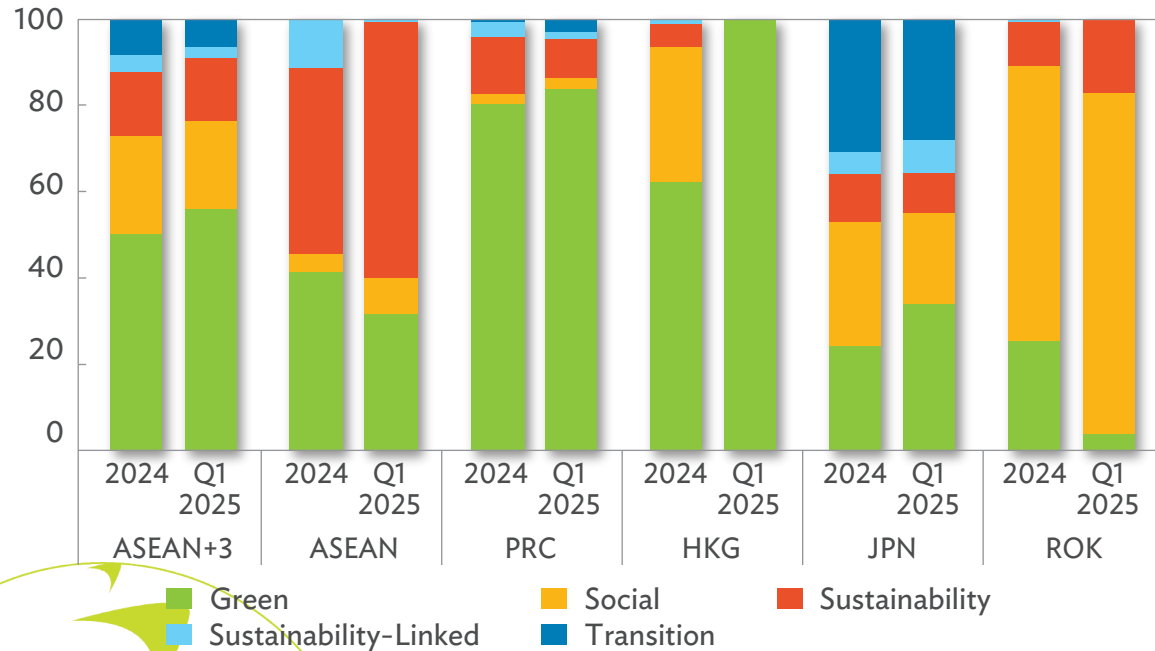
Green bonds continued to dominate the region's sustainable bond issuance in Q1 2025, accounting for 56.3% of the total

Green bond issuance as a share of the region's total sustainable bond issuance increased to 56.3% in Q1 2025 from 50.4% in 2024, led by Hong Kong, China and Japan.

The instrument profile of ASEAN+3 sustainable bond issuance in Q1 2025 was largely comparable to that of the EU-20.

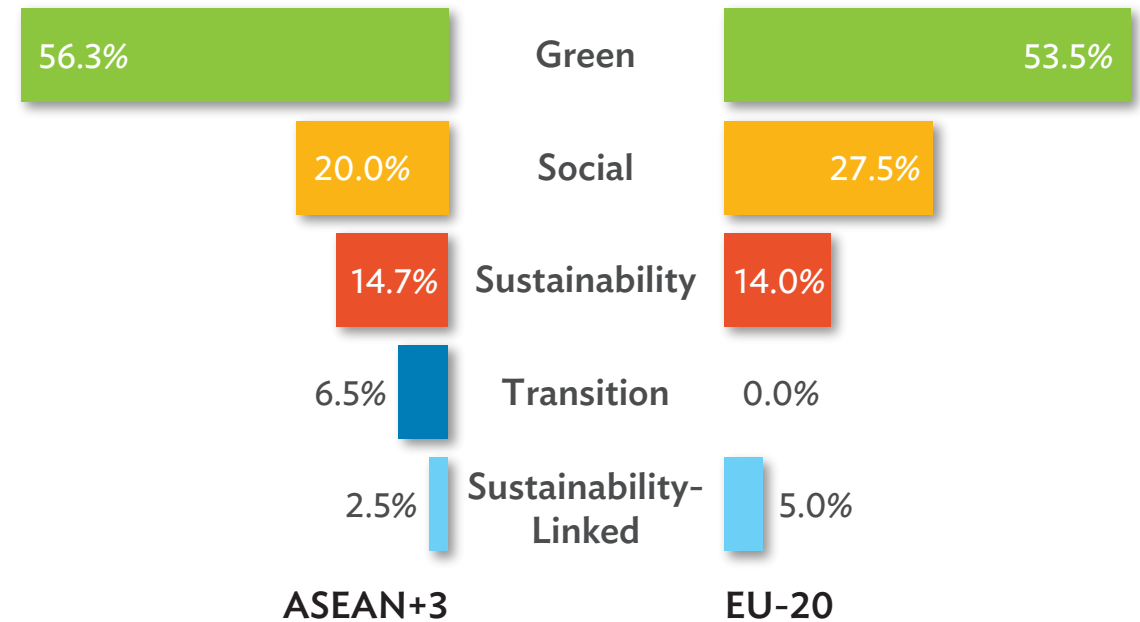
ASEAN+3 Sustainable Bond Issuance

Share of total (%)



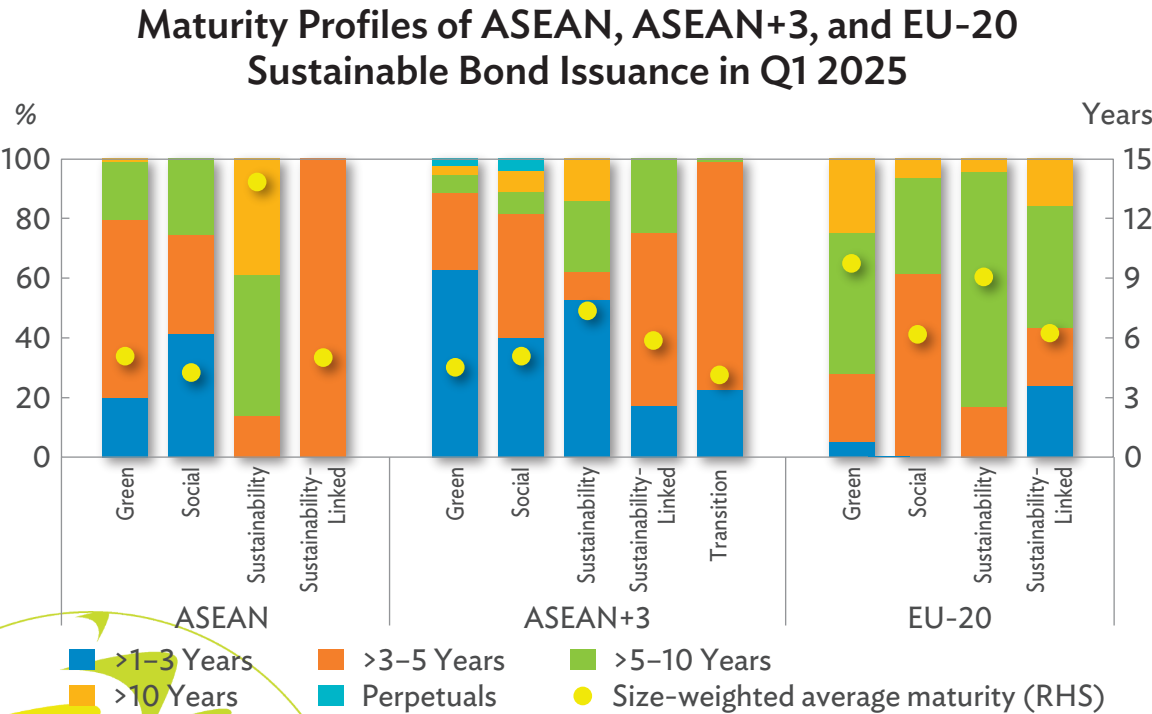
Source: AsianBondsOnline calculations based on Bloomberg LP data.

ASEAN+3 and EU-20 Sustainable Bond Issuance by Instrument Type in Q1 2025



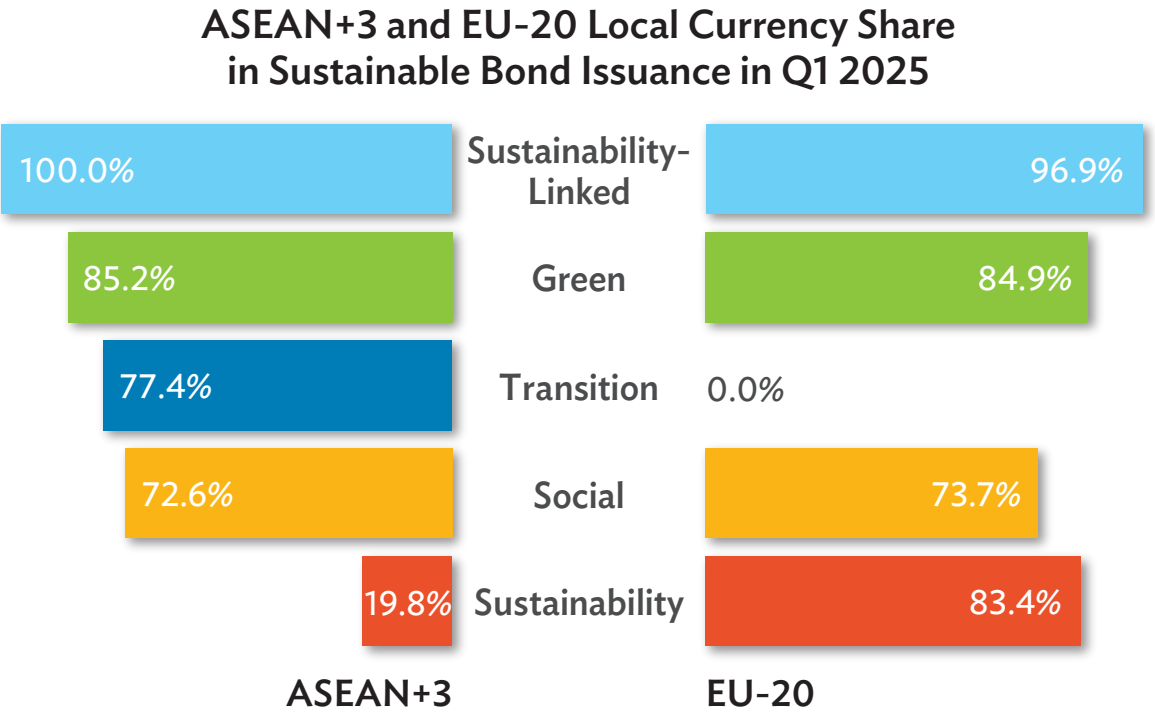
Long-term and local currency financing declined in ASEAN+3 sustainable bond market in Q1 2025 from 2024 amid global uncertainty

Around 83.4% of ASEAN+3 sustainable bond issuance in Q1 2025 carried a maturity of 5 years or less, compared with 73.5% in 2024. The size-weighted average maturity of sustainable bond issuance in Q1 2025 was 5.1 years compared to 6.0 years in 2024.



Source: AsianBondsOnline calculations based on Bloomberg LP data.

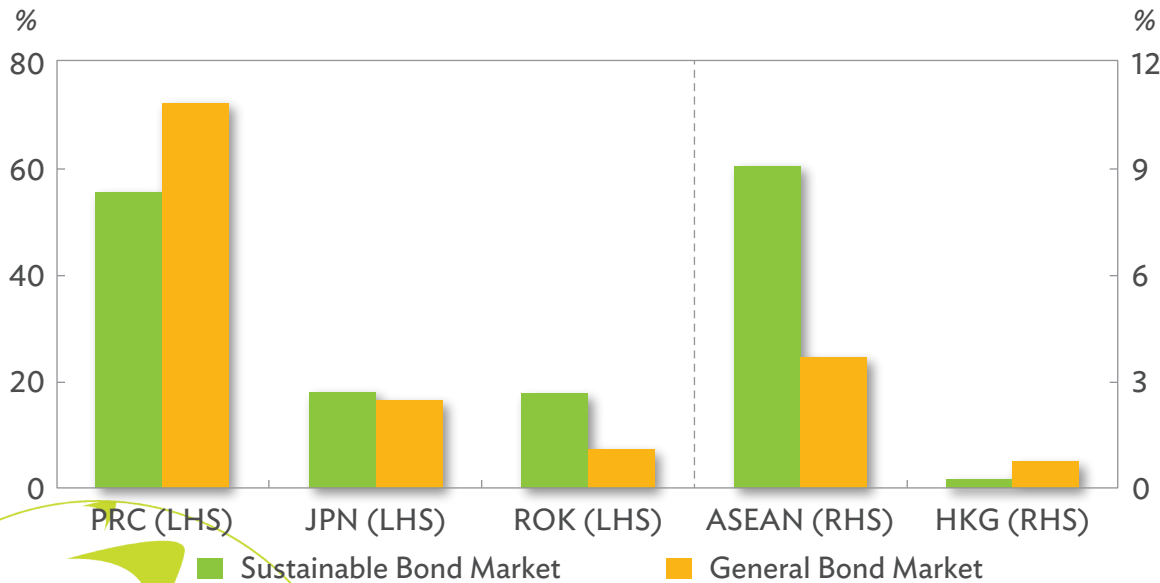
The share of LCY financing in Q1 2025 sustainable bond issuance was 72.9%, down slightly from 75.8% in 2024. ASEAN+3’s LCY financing shares for sustainability-linked, green, and social bonds in Q1 2025 were comparable to those of the EU-20.



ASEAN's share in ASEAN+3 sustainable bond issuance is higher than its share in general bond issuance

The shares of ASEAN markets, the Republic of Korea, and Japan in ASEAN+3 sustainable bond issuance were higher than their shares in the general bond issuance in Q1 2025.

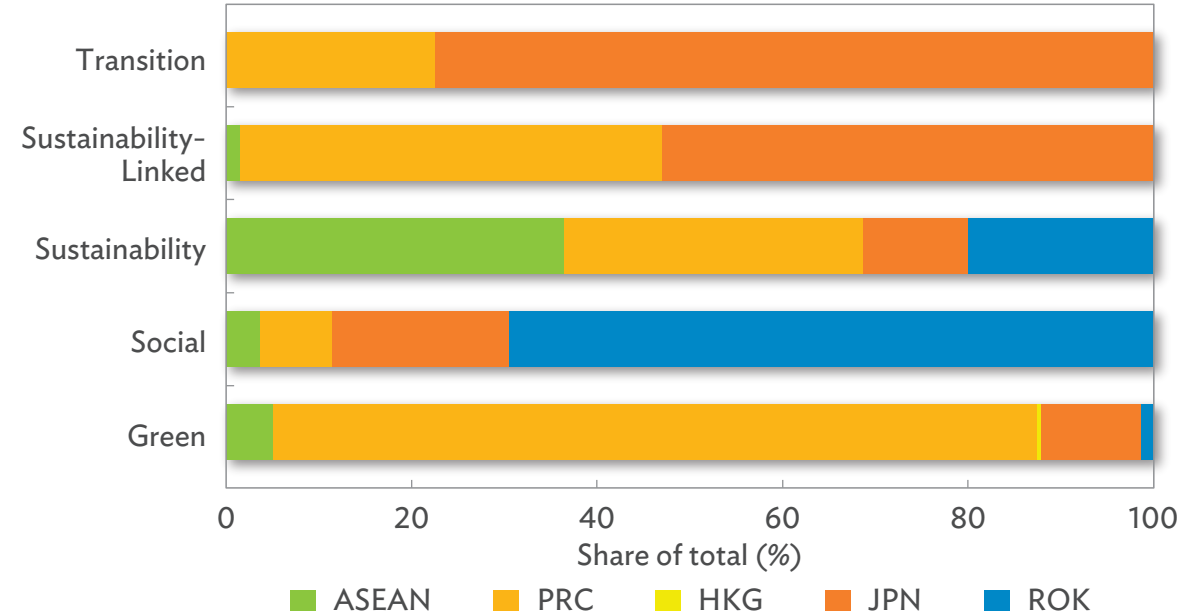
ASEAN+3 Sustainable Bond Issuance and General Bond Issuance by Market Share in Q1 2025



Source: AsianBondsOnline calculations based on Bloomberg LP data.

ASEAN accounted for 36.5% of ASEAN+3 sustainability bond issuance in Q1 2025. The People's Republic of China, the Republic of Korea, and Japan dominated green, social, and transition bond issuances, respectively, during the quarter.

ASEAN+3 Sustainable Bond Issuance by Instrument Type in Q1 2025

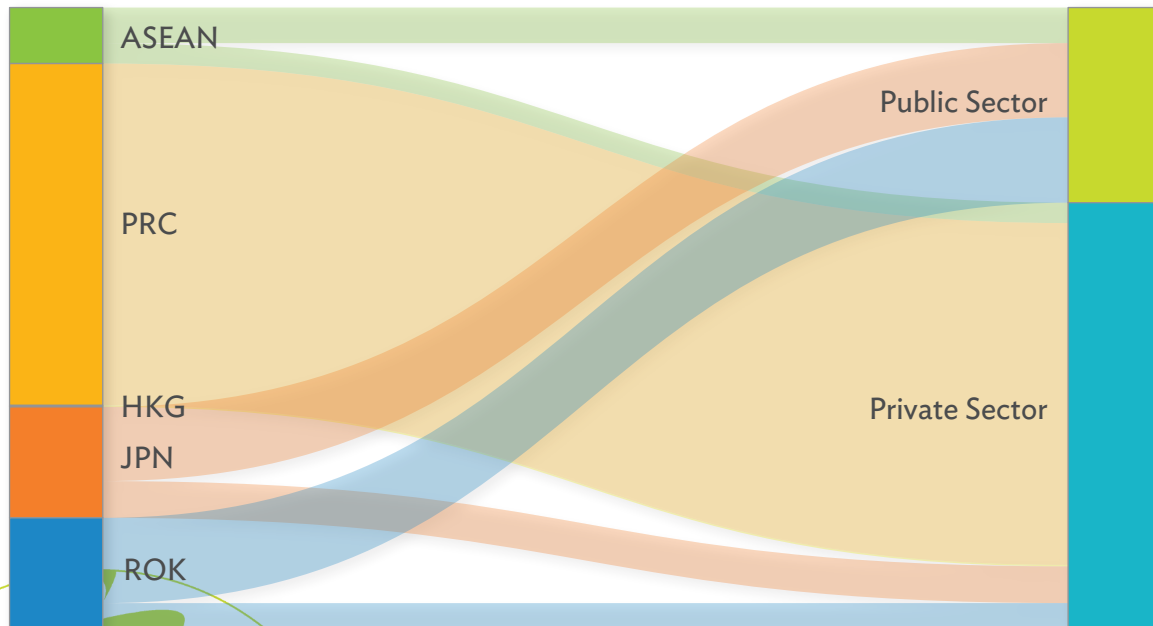


Private sector financing accounted for 68.5% of ASEAN+3 sustainable bond issuance in Q1 2025, led by the financial sector

The public sector was an active player in sustainable bond issuance in ASEAN markets, the Republic of Korea, and Japan in Q1 2025.

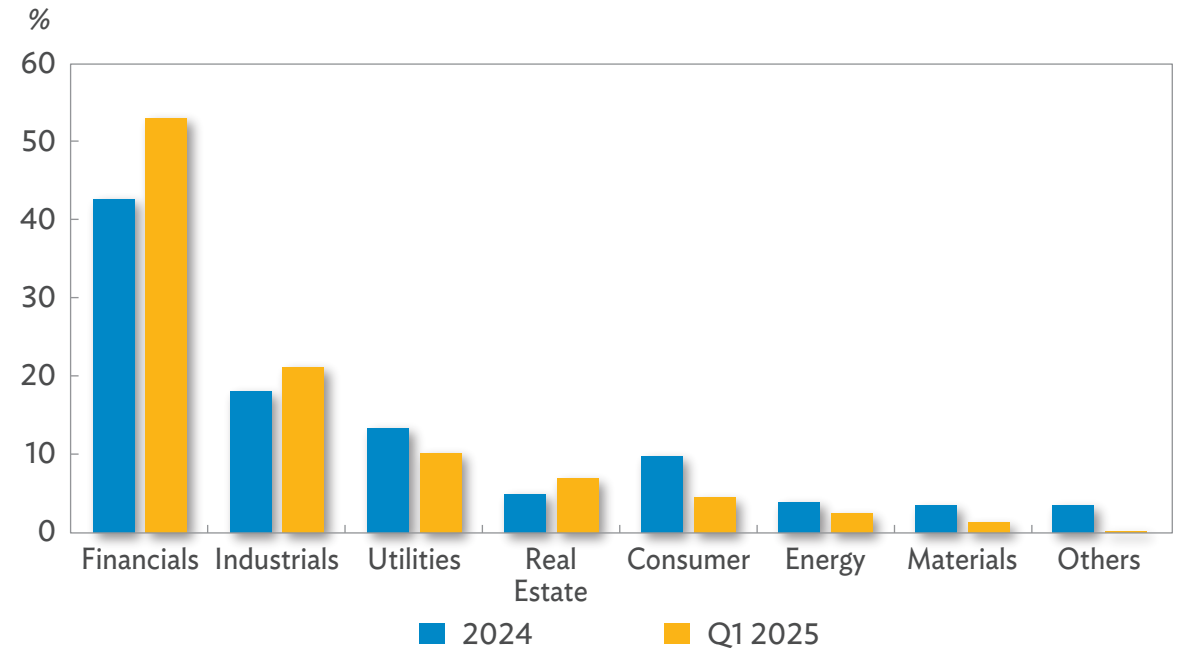
Private sector issuance was led by the financial (53.1%) and industrial (21.2%) sectors.

ASEAN+3 Sustainable Bond Issuance by Sector Share in Q1 2025



Source: AsianBondsOnline calculations based on Bloomberg LP data.

ASEAN+3 Private Sector Sustainable Bond Issuance by Industry Share in Q1 2025



Notes and Definitions List

ASEAN = Association of Southeast Asian Nations; PRC = People's Republic of China; EU-20 = European Union 20; HKG = Hong Kong, China; JPN = Japan; ROK = Republic of Korea; LCY = local currency; LHS = left-hand side; Q1 = first quarter; Q2 = second quarter; Q3 = third quarter; Q4 = fourth quarter; q-o-q = quarter-on-quarter; RHS = right-hand side; USD = United States dollar.

Notes:

1. ASEAN+3 is defined to include member states of ASEAN plus the People's Republic of China; Hong Kong, China; Japan; and the Republic of Korea. ASEAN includes the markets of Cambodia, Indonesia, Malaysia, the Lao People's Democratic Republic, the Philippines, Singapore, Thailand, and Viet Nam.
2. The EU-20 includes European Union member markets Austria, Belgium, Croatia, Cyprus, Estonia, Finland, France, Germany, Greece, Ireland, Italy, Latvia, Lithuania, Luxembourg, Malta, the Netherlands, Portugal, Slovakia, Slovenia, and Spain.
3. Sustainability-linked bonds include transition-linked bonds.
4. The private sector includes financial institutions and private institutions, while excluding state-owned enterprises.
5. Data include both local currency and foreign currency issues.

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Contact us at:

asianbonds_info@adb.org