

July 27, 2016

Central American Bank for Economic Integration (CABEI)

Daiwa Securities Group Inc.

CABEI Green Bond Offering

Supporting climate change mitigation and adaptation initiatives through related projects in Central America.

The Central American Bank for Economic Integration (“CABEI”) and Daiwa Securities Group (“Daiwa Securities”) jointly announce the offering of “Green Bonds” in support of climate change mitigation and adaptation initiatives through related projects in Central America (the “Green Bonds”). The Green Bonds will be CABEI’s first ever “Socially Responsible Investment”, or SRI, bond in any market. Daiwa Securities will offer the Green Bonds to individual and small and medium enterprises, or SME investors in Japan.

CABEI is a Supranational Development Bank with 12 member countries and has spent 56 years financing sustainable development and regional integration in Central America. CABEI is the leading development bank in financing energy loans and infrastructure focusing in renewable energy related projects in the region. Its resources are continuously invested in projects that foster development to reduce poverty and inequality, strengthen regional integration and the competitive insertion of its member countries in the global economy, and provide special attention to environmental sustainability.

CABEI supports member countries in achieving sustainable development goals by improving the structure, diversity and efficiency of its member countries’ energy matrixes and power generation with the addition of renewable sources and electric infrastructure, to reduce energy waste and to improve the quality and coverage of this service. CABEI has participated in more than 220 projects with total investments approved for US\$5.3 billion in energy-related loans, of which 68% (US\$3.6 billion) are disbursed to renewable energy and 20% (US\$1.1 billion) are disbursed to energy infrastructure, including the Central American Electrical Interconnection Infrastructure, or SIEPAC.

CABEI shall use its best efforts to apply proceeds raised through the Green Bonds to finance projects related to sustainable energy.

CABEI's "Green Bonds" give Japanese investors an opportunity to support CABEI in its lending activities to programs and projects contributing to energy efficiency, renewable energy and energy infrastructure aiming for climate mitigation and adaptation initiatives in the Central American region through their investments.

Daiwa Securities Group actively pursues its commitment to social responsibility by undertaking impact investment initiatives, and the Green Bonds issued by CABEI is one of such initiatives of Daiwa.

Summary Terms of the Green Bonds

Issuer	Central American Bank for Economic Integration (CABEI)
Currency	South African Rand ("ZAR")
Tenor	4 years
Indicative Coupon*	8.30% ± 3.00% per annum
Denomination	ZAR 100,000
Offering Period	August 4, 2016 ~ August 16, 2016
Delivery of the Notes in Japan	August 19, 2016
Maturity Date	August 13, 2020

*Coupon rate is expected to be announced in early August, 2016.
The actual coupon rate could be out of the range indicated above.

■ About CABEI-Central American Bank for Economic Integration

The mission of Central American Bank for Economic Integration (CABEI) is to promote the economic integration and the balanced economic and social development of the Central American region. Established in 1960 and headquartered in Tegucigalpa, Honduras, it has 12 member countries; founding members Guatemala, El Salvador, Honduras, Nicaragua and Costa Rica; regional non-founding members Panama and Dominican Republic and non-regional members Mexico, Republic of China (Taiwan), Argentina, Colombia and Spain. It is one of the dominant multilateral development banks with most relevant presence in the Central American region. More information in www.bcie.org.

■ About the Daiwa Securities Group

Daiwa Securities Group Inc., founded in 1902, is one of the largest independent and comprehensive

securities company in Japan. The Group contributes to the development of society and economy by providing a broad range of financial services worldwide through its global network. The Group's core business includes brokerage, investment banking, asset management, investment, and technology services. Additionally, the Group entered into banking business in 2011. In April 2012, Daiwa Securities, the retail arm of the Group, merged with Daiwa Securities Capital Markets, the wholesale arm. Operational base of the Group spreads around the world, including Japan, the United States, Europe, and Asia-Oceania.

The Group employs over 15,000 personnel worldwide, and its customer asset under custody is approximately JPY51trillion. (as of the end of March, 2016)