



# Allocation and Impact Report

24 April 2023



## **Table of Content**

Green Bond Summary

Sustainability at PolSolar

Green Finance Framework

Overview of the PV plants

Allocation Report

Impact Report

Disclaimer

# Green Bond Summary



Volume of issued capital  
**HUF 70.7 bn**

Date of Issue  
**April 22, 2022**

ISIN  
**HU0000361688**

Coupon rate  
**fixed, 6.8%**

Date of Maturity  
**April 22, 2037**

Rating  
**B+ by Scope Ratings**

# Sustainability at PolSolar



PolSolar supports and seeks to contribute to the United Nation’s Sustainable Development Goals. The financing of the PV solar plants mainly contribute to the following UN SDGs:



---

## SDG 7 – Affordable and clean energy

**7.2**  
*By 2030, increase substantially the share of renewable energy in the global energy mix*

## SDG 13 – Climate action

**13.1**  
*Strengthen resilience and adaptive capacity to climate related hazards and natural disasters in all countries*

# Green Finance Framework



## Use of proceeds

Green Financing Instruments are solely used to finance the construction and operation of five photovoltaic power plants (“PV plants”) in Mezőcsát, Hungary. The PV plants are recorded in a Green Asset Register kept by the Green Finance Committee (“GFC”) of PolSolar.

## Process for Asset Evaluation and Selection

The GFC consisting of the two managing directors ensured that the net proceeds from Green Financing Instruments were allocated to the PV plants.

## Management of Proceeds

PolSolar allocated the net proceeds of Green Financing Instrument to the PV plants until 31 December 2022. Prior to the full allocation any portion not yet allocated were held in money market products.

# Overview of the PV plants



PV plants	Theia Solar	Boreas Solar	Aton Solar	Mithra Solar	Alderaan Solar
Installed total generation capacity in MW <sub>AC</sub>	46.7 MW	46.7 MW	46.7 MW	46.7 MW	46.7 MW
KÁT licence	✓	✓	✓	✓	✓
Stage of technical completion as of 31 December 2022	71%	81%	83%	83%	80%
Expected commissioning date	1 <sup>st</sup> May 2023				



The Green Financing Instruments contributed to fund the construction of five operational photovoltaic power plants with a total capacity of 233.5 MW<sub>AC</sub> located in Mezőcsát. Each plant will have a capacity of 46.7 MW<sub>AC</sub>. PolSolar on-lend the bond proceeds to five individual opcos, which respectively owns the PV plants.

The construction works of PV plans are in line with the project plans. The commissioning of all plants is expected on 1<sup>st</sup> May 2023.

# Allocation Report



Green Financing Instrument		Amount available for allocation (HUF mn)
<i>Net proceeds – 22 April 2022</i>		69,613.5
PV plants	Eligible category	Allocated amount as of 31 December 2022 (HUF mn)
<i>Theia Solar</i>	<i>Renewable Energy</i>	13,453.8
<i>Boreas Solar</i>		13,732.4
<i>Aton Solar</i>		13,930.0
<i>Mithra Solar</i>		14,144.0
<i>Alderaan Solar</i>		14,353.3
<b>Total allocated amount</b>		<b>69,613.5</b>
<b>Unallocated amount</b>		<b>-</b>

- The total CAPEX spent on the PV plants as of 31 December 2022 amounts to HUF 83,011.2 million which includes the net proceeds from Green Financing Instrument and Shareholders' Equity contribution.
- During the period from 22 April 2022 to 31 December 2022 the total CAPEX spending was HUF 70,566.2 from which HUF 69,613.5 was attributable to Green Financing Instrument. It means that during this period the total net proceeds were allocated to the PV plants.
- The allocation among PV plants was driven by the actual construction progress of each project.

# Impact Report



Eligible category	Eligible projects	KPIs		
		Installed renewable energy capacity <sup>1</sup> (MW)	Renewable energy produced (MWh)	Estimated annual GHG emission avoided <sup>2</sup> (tCO <sub>2</sub> e)
Renewable Energy	<i>Theia Solar</i>	46.7	<p>N/A</p> <p><i>The commercial operation date is expected to occur on 1st May 2023. During the period ended on 31 December 2022 no renewable energy was produced thereby no GHG emission avoided.</i></p>	
	<i>Boreas Solar</i>	46.7		
	<i>Aton Solar</i>	46.7		
	<i>Mithra Solar</i>	46.7		
	<i>Alderaan Solar</i>	46.7		

Notes:

<sup>1</sup> Expected date of installation: 1 May 2023



## Disclaimer

The information contained in this document / report has been compiled by PolSolar Kft. (the 'Company', and together with its subsidiaries, 'PolSolar') in Budapest for informational purposes only and in order to meet the requirement set in ICMA's Green Bond Principles regarding the Green Bond Allocation and Impact Reporting. The information and data contained in this document are provided as at the date of this document and are subject to change without further notice. However, PolSolar strives to provide any information publicly available within its reporting period set out in the Green Finance Framework.

PolSolar does not assume any responsibility or obligation to update or revise any such statements, regardless of whether those statements are affected by the results of new information, future events or otherwise.

PolSolar does not undertake any obligation to publicly release any updates or revisions to any forward-looking statements to reflect events or circumstances after the date of this presentation.

The information contained in this Green Bond Allocation and Impact report does not purport to be comprehensive.