

Second-Party Opinion

Genneia Green Financing Framework



Evaluation Summary

Sustainalytics is of the opinion that the Genneia Green Financing Framework is credible and impactful and aligns with the four core components of the Green Bond Principles 2021 and the Green Loan Principles 2023. This assessment is based on the following:



USE OF PROCEEDS The eligible category for the use of proceeds, Renewable Energy, is aligned with those recognized by the Green Bond Principles and the Green Loan Principles. Sustainalytics considers that investments in the eligible category will lead to positive environmental impacts and advance the UN Sustainable Development Goals, specifically SDG 7.



PROJECT EVALUATION AND SELECTION Genneia's eligible projects will be evaluated and selected by the Sustainable Finance Committee based on the criteria in the Framework. The committee, overseen by the Chief Financial Officer, comprises representatives from the Sustainability, Project Development, Commercial and New Business, and Finance teams. Genneia has a process in place to address environmental and social risks associated with the projects financed. Sustainalytics considers the project selection process to be in line with market practice.



MANAGEMENT OF PROCEEDS Genneia's Finance Department will be responsible for tracking bond proceeds and maintaining a record of all allocations made from issuances under the Framework. Genneia has communicated to Sustainalytics that it will track proceeds using an existing internal tracking system. Genneia has confirmed that it intends to allocate proceeds to eligible projects as soon as practicable. Pending allocation, unallocated proceeds will be held in cash, cash equivalents or other liquid market securities in line with Genneia's internal liquidity management policy. Sustainalytics considers this process to be in line with market practice.



REPORTING Genneia commits to report on the allocation of proceeds on its website on an annual basis until full allocation. The allocation reporting will include a list of eligible project categories with a selection of brief descriptions and the outstanding amount of net proceeds from the issuance of any green financing yet to be allocated to eligible projects at the end of the reporting period. In addition, Genneia intends to report on relevant impact metrics. Sustainalytics views Genneia's reporting commitments to be aligned with market practice.

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Issuer Location Buenos Aires, Argentina

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¹ This document updates the Second-Party Opinion provided by Sustainalytics on February 26, 2021

Introduction

Genneia (“Genneia” or the “Company”), headquartered in Buenos Aires, Argentina, is an integrated energy generation company that develops and operates a diverse portfolio of power plants across the country. As of March 2024, Genneia had an installed renewable energy capacity of 1 gigawatt (GW).²

Genneia has developed the Genneia Green Financing Framework dated July 2024 (the “Framework”), under which the Company, its subsidiaries and affiliates³ intend to issue green bonds, including secured bonds⁴ and unsecured bonds, and obtain green loans and other bond or loan structures,⁵ to finance or refinance, in whole or in part, existing and future projects in renewable energy. The Framework defines eligibility criteria in the following area:

1. Renewable Energy

Genneia engaged Sustainalytics to review the Framework and provide a Second-Party Opinion on the Framework’s environmental credentials and its alignment with the Green Bond Principles 2021 (GBP)⁶ and the Green Loan Principles 2023 (GLP).⁷ The Framework has been published in a separate document.⁸

Scope of work and limitations of Sustainalytics’ Second-Party Opinion

Sustainalytics’ Second-Party Opinion reflects Sustainalytics’ independent⁹ opinion on the alignment of the reviewed Framework with current market standards and the extent to which the eligible project categories are credible and impactful.

As part of the Second-Party Opinion, Sustainalytics assessed the following:

- The Framework’s alignment with the Green Bond Principles 2021, as administered by ICMA, and the Green Loan Principles 2023, as administered by LMA, APLMA and LSTA;
- The credibility and anticipated positive impacts of the use of proceeds; and
- The alignment of the issuer’s sustainability strategy and performance and sustainability risk management in relation to the use of proceeds.

For the use of proceeds assessment, Sustainalytics relied on its internal taxonomy, version 1.16, which is informed by market practice and Sustainalytics’ expertise as an ESG research provider.

As part of this engagement, Sustainalytics held conversations with various members of Genneia’s management team to understand the sustainability impact of its business processes and planned use of proceeds, as well as the management of proceeds and reporting aspects of the Framework. Genneia representatives have confirmed that: (1) they understand it is the sole responsibility of Genneia to ensure that the information provided is complete, accurate and up to date; (2) that they have provided Sustainalytics with all relevant information and (3) that any provided material information has been duly disclosed in a timely manner. Sustainalytics also reviewed relevant public documents and non-public information.

This document contains Sustainalytics’ opinion of the Framework and should be read in conjunction with that Framework.

² Genneia, “2023 Green Bond Report”, (2024), at: <https://www.genneia.com.ar/docs/Genneia%20Green%20Bond%20Report%202023%20ENG.pdf>

³ For issuances or borrowing through subsidiaries and affiliates, Genneia has confirmed to Sustainalytics that it will be responsible for ensuring continual alignment for each issuance with the criteria defined in the Framework. The Framework defines an affiliate as any person that directly – or indirectly through one or more intermediaries – controls, is controlled by or is under common control with Genneia.

⁴ As for the issuance of secured bonds under the Framework, Genneia has communicated to Sustainalytics that such issuances will be limited to secured green standard bonds wherein the proceeds will be allocated to green projects eligible under the Framework. Genneia has further communicated to Sustainalytics that there will be no double-counting of eligible projects under the secured green standard bonds and any other outstanding green or sustainable financing instrument.

⁵ Sustainalytics has reviewed the criteria for just only those financial instruments that are specified in the Framework.

⁶ The Green Bond Principles are administered by the International Capital Market Association and are available at <https://www.icmagroup.org/green-social-and-sustainability-bonds/green-bond-principles-gbp/>.

⁷ The Green Loan Principles are administered by the Loan Market Association, Asia Pacific Loan Market Association and Loan Syndications and Trading Association and are available at <https://www.lsta.org/content/green-loan-principles/>

⁸ The Genneia Green Financing Framework is available at: <https://www.genneia.com.ar/en/investors.php>

⁹ When operating multiple lines of business that serve a variety of client types, objective research is a cornerstone of Sustainalytics and ensuring analyst independence is paramount to producing objective, actionable research. Sustainalytics has therefore put in place a robust conflict management framework that specifically addresses the need for analyst independence, consistency of process, structural separation of commercial and research (and engagement) teams, data protection and systems separation. Last but not the least, analyst compensation is not directly tied to specific commercial outcomes. One of Sustainalytics’ hallmarks is integrity, another is transparency.

Any update of the present Second-Party Opinion will be conducted according to the agreed engagement conditions between Sustainalytics and Gennea.

Sustainalytics' Second-Party Opinion, while reflecting on the alignment of the Framework with market standards, is no guarantee of alignment nor warrants any alignment with future versions of relevant market standards. Furthermore, Sustainalytics' Second-Party Opinion addresses the anticipated impacts of eligible projects expected to be financed with bond and loan proceeds but does not measure the actual impact. The measurement and reporting of the impact achieved through projects financed under the Framework is the responsibility of the Framework owner.

In addition, the Second-Party Opinion opines on the potential allocation of proceeds but does not guarantee the realised allocation of the bond and loan proceeds towards eligible activities.

No information provided by Sustainalytics under the present Second-Party Opinion shall be considered as being a statement, representation, warrant or argument, either in favour or against, the truthfulness, reliability or completeness of any facts or statements and related surrounding circumstances that Gennea has made available to Sustainalytics for the purpose of this Second-Party Opinion.

Sustainalytics' Opinion

Section 1: Sustainalytics' Opinion on the Gennea Green Financing Framework

Sustainalytics is of the opinion that the Gennea Green Financing Framework is credible, impactful and aligned with the four core components of the GBP and GLP. Sustainalytics highlights the following elements of the Framework:

- Use of Proceeds:
 - The eligible category, Renewable Energy, is aligned with those recognized by the GBP and GLP.
 - Gennea has established a look-back period of 24 months for its refinancing activities, which Sustainalytics considers to be in line with market practice.
 - Under the Renewable Energy category, Gennea may finance or refinance the construction, development, expansion, production, acquisition, maintenance and operation of wind, solar, biomass, small-scale hydro, green hydrogen, battery storage and transmission infrastructure projects. Sustainalytics notes the following:
 - Gennea has communicated to Sustainalytics that wind projects include onshore and offshore wind power generation, and the development and production of floating wind turbines, and that solar projects are limited to onshore solar photovoltaic generation. Gennea has confirmed that facilities for floating wind turbines are wholly dedicated to renewable energy.
 - Biomass projects are subject to a life cycle emissions threshold of 100 gCO₂e/kWh. Plants will rely on sustainable feedstock certified under credible certification schemes, such as Bonsucro,¹⁰ ISCC Plus,¹¹ the Roundtable on Sustainable Biomaterials (RSB)¹² and other equivalent schemes. Sustainalytics considers the use of the Bonsucro, ISCC Plus and RSB certifications to be credible. Sustainalytics further notes that it is market expectation to specify all eligible schemes and encourages Gennea to report on any specific schemes it intends to use.
 - Small-scale hydro projects that do not emit more than 50 gCO₂e/kWh or that have a power density greater than 10 W/m². Gennea has confirmed to Sustainalytics that an environmental and social impact assessment will be conducted by a credible body for each project and that projects associated with significant environmental and social risks and controversies or expected negative impacts will be excluded from financing under the Framework.
 - Green hydrogen, where the hydrogen will be produced using electrolysis powered by renewable energy.
 - Battery storage facilities will be connected to renewable energy.

¹⁰ Bonsucro, "What is Certification", at: <https://bonsucro.com/what-is-certification/>

¹¹ ISCC Plus, "Certification Scheme", at: <https://www.iscc-system.org/certification/iscc-certification-schemes/iscc-plus/>

¹² RSB, "RSB Certification", at: <https://rsb.org/certification/>

- Transmission infrastructure includes transmission lines and other auxiliary equipment dedicated to renewable energy generation.
- Sustainalytics considers investments under this category to be aligned with market practice.
- Project Evaluation and Selection:
 - Genneia’s eligible projects will be evaluated and selected by a Sustainable Finance Committee (the “Committee”) based on the criteria in the Framework. The Committee, which is overseen by the Chief Financial Officer, comprises representatives from the Sustainability, Project Development, Commercial and New Business, and Finance teams.
 - Genneia has a process in place to address environmental and social risks associated with the projects financed. For additional details, refer to Section 2.
 - Based on the established process for project evaluation and selection, and the presence of a risk management system, Sustainalytics considers this process to be in line with market practice.
- Management of Proceeds:
 - Genneia’s Finance Department will be responsible for tracking bond proceeds and maintaining a record of all allocations made from issuances under the Framework. Genneia has communicated to Sustainalytics that it will track proceeds using an existing internal tracking system.¹³
 - Genneia has confirmed that it intends to allocate proceeds to eligible projects as soon as practicable. Sustainalytics considers it to be good practice to allocate proceeds within no more than 36 months. Pending allocation, unallocated proceeds will be held in cash, cash equivalents or other liquid market securities in line with Genneia’s internal liquidity management policy.¹⁴
 - Genneia has confirmed to Sustainalytics that that the green finance instruments issued under the Framework may include multi-tranche loan facilities. The Company intends to label only those tranches of such facilities or bonds whose proceeds will be allocated according to the eligibility criteria in the Framework.
 - Based on the presence of an internal tracking system and the disclosure of the temporary use of proceeds, Sustainalytics considers this process to be in line with market practice.
- Reporting:
 - Genneia commits to report on the allocation and impact of proceeds in its Green Financing Report published on its website on an annual basis until full allocation.
 - The allocation reporting will include a list of eligible project categories with a selection of brief descriptions and the outstanding amount of net proceeds from the issuance of any green financing yet to be allocated to eligible projects at the end of the reporting period.
 - In case of revolving credit facilities, Genneia has confirmed to Sustainalytics that it will report on allocation until loan maturity.
 - Impact reporting may include impact indicators, such as expected annual electricity output (in GWh) and expected annual GHG emissions avoided (in MtCO₂e).
 - Based on the commitment to allocation and impact reporting, Sustainalytics considers this process to be in line with market practice.

Alignment with the Green Bond Principles 2021 and Green Loan Principles 2023

Sustainalytics has determined that the Genneia Green Financing Framework aligns with the four core components of the GBP and GLP.

¹³ Genneia has further communicated that its Sustainable Finance Committee is led by the Finance Department, with the Financial Planning team being the owner of the integral process.

¹⁴ Genneia has confirmed that these funds will be held separately and not used for ineligible activities, such as fossil fuel-related expenditures.

Section 2: Sustainability Strategy of Genneia

Contribution to Genneia's sustainability strategy

The Company defines its sustainability strategy through six key pillars: i) leadership in renewable energies; ii) environmentally friendly operations and contribution to the fight against climate change; iii) identification, reduction and offsetting of emissions; iv) value creation for communities; v) commitment to people; and vi) development of value chains based on local, environmental and social inclusion.¹⁵ Sustainalytics has focused on the pillars that are most relevant to the Framework.

Genneia has established a target to supply the Argentine Interconnection System with 100% renewable energy and eliminating the carbon intensity of its scope 1 and 2 emissions by 2030. Furthermore, Genneia has communicated that 94% of the income generated by the Company is expected to come from renewable energy sources by 2025. Genneia's initiatives include investments in solar and wind farms, development of climate-focused wind projects, supplying renewable energy through long-term power purchase agreements (PPAs), sustainable financing and divestment from thermal energy assets. The Company is also building an innovation roadmap that includes battery energy storage, artificial intelligence and the identification of opportunities related to green hydrogen production and other pilot projects.¹⁶

In 2012, Genneia built a utility-scale wind farm in Argentina and in 2017, the Company commenced a renewable energy investment plan of more than USD 1.1 billion which increased the capacity by more than 700 megawatts.¹⁷ With increasing emphasis on climate-focused wind projects, Genneia has implemented wind industry best practices at its farms that take into account the climatic conditions of the region and site, terrain conditions and safety measures and technology. Through the issuance of green bonds, Genneia allocated USD 167 million to finance two solar farms in the province of San Juan and one wind farm in the province of Buenos Aires in 2022.¹⁸ In line with its goal of supplying 100% renewable energy by 2030, Genneia continues to divest from thermal energy assets, such as permanently shutting down 280 MW of conventional power capacity. Between 2016 and 2022, the Company increased its share of renewable energy generated from 26% to 86% and reduced its carbon intensity by 90% and absolute emissions by 62% as compared to a 2020 baseline.¹⁹

Sustainalytics is of the opinion that the Genneia Green Financing Framework is aligned with the Company's overall sustainability strategy and will further the Company's actions on its key environmental priorities.

Approach to managing environmental and social risks associated with the projects

Sustainalytics recognizes that the net proceeds from the instruments issued under the Framework will be directed towards eligible projects that are expected to have positive environmental impacts. However, Sustainalytics is aware that such projects could also lead to negative environmental and social outcomes. Some key environmental and social risks possibly associated with the eligible projects may include issues involving land use and biodiversity associated with large-scale infrastructure development; emissions, effluents and waste generated during construction; occupational health and safety; business ethics; and community relations.

Sustainalytics is of the opinion that Genneia is able to manage and mitigate potential risks through implementation of the following:

- To manage risks associated with land use and biodiversity, Genneia has developed internal processes to align with select IFC Performance Standards on Environmental and Social Sustainability. As part of the processes, Genneia aligns with the IFC's Performance Standard No. 6 – Biodiversity Conservation and Sustainable Management of Living Natural Resources – which aims to protect and conserve biodiversity, maintain ecosystem service benefits and promote sustainable management of living natural resources by adopting practices that integrate conservation needs and development priorities.²⁰ The processes additionally include Genneia's Wildlife Rescue Procedure Manual, applicable to its wind farms, and Biodiversity Management Framework – Strategic Guidelines for Wind Farms, aimed at improving the monitoring plans of its ongoing activities. The Company also conducts environmental impact assessments for infrastructure development projects to assess the impacts of the projects on native forests, local fauna and protected areas. In the post-

¹⁵ Genneia, "Sustainability Report 2022", at: <https://www.genneia.com.ar/contenido/REPORTE%20GENNEIA%20en2022.pdf>

¹⁶ Ibid.

¹⁷ Ibid.

¹⁸ Genneia, "2023 Green Bond Report", at: <https://www.genneia.com.ar/docs/Genneia%20Green%20Bond%20Report%202023%20ENG.pdf>

¹⁹ Genneia, "Sustainability Report 2022", at: <https://www.genneia.com.ar/contenido/REPORTE%20GENNEIA%20en2022.pdf>

²⁰ IFC, "Performance Standard 6", at: <https://www.ifc.org/en/insights-reports/2012/ifc-performance-standard-6>

development stage, Genneia conducts ongoing monitoring and protection of operational sites and implements mitigating measures on a case-by-case basis.²¹

- To manage risks associated with emissions, effluents and waste, Genneia implements its integrated management system (IMS).²² The IMS defines various procedures related to the evaluation and control of environmental aspects, waste management and environmental planning. Additionally, Genneia intends to align its operational sites with ISO 14001:2015 (Environmental Management Standard), which addresses risks related to the adverse impacts of emissions, effluents and waste.²³ Through its Resource Efficiency and Pollution Prevention Program, Genneia commits to complying with environmental legislations in the jurisdictions where it operates to reduce GHG emissions. Genneia has also implemented its Waste Management Guidelines, which establish the processes for the transportation, storage, treatment and disposal of waste. These guidelines are applicable to all employees and third-party contractors.²⁴
- Regarding risks associated with occupational health and safety, Genneia's IMS aligns with the scope of ISO 45001 (occupational health and safety) and includes a management system for environmental care, as well as for occupational health and safety at all sites. Additionally, Genneia has a Department of Safety, Hygiene and Environment, which is responsible for ensuring compliance with legal limits, implementing IMS and IFC standards and improving risk management and processes, including the Company's safety and hygiene process map and alignment with stakeholder requirements.²⁵ In 2022, Genneia introduced its Safety, Health and Environmental Requirements for Suppliers and Contractors, The documented process outlines expectations for Genneia's suppliers and contractors, including aligning their safety, hygiene and environmental measures with the Company's standards.²⁶
- To address business ethics-related risks, the Company has established a Code of Conduct, applicable to all officers, directors, employees, contractors and third parties, which outlines the Company's conduct and responsibilities and defines its commitments related to human rights, diversity and fair treatment. It further outlines the expectations around anti-bribery and corruption, including implementation of its anti-bribery, anti-corruption and anti-money-laundering policies.²⁷
- Regarding risks associated with community relations, Genneia's Code of Conduct notes its commitments to community engagement and building relationships in the communities in which it operates. The code outlines the various actions the Company is expected to take, including understanding the local environment, respecting customs and community idiosyncrasies, identifying and sizing the scope of operations and potential risks that may impact communities, and maintaining accessible, open and constructive communication channels while providing adequate information in a timely manner.²⁸

Based on these policies, standards and assessments, as well as the regulatory context in which Genneia operates, Sustainalytics is of the opinion that Genneia has implemented adequate measures and is well positioned to manage and mitigate environmental and social risks commonly associated with the eligible projects.

Section 3: Impact of Use of Proceeds

The use of proceeds category is aligned with those recognized by the GBP and GLP. Sustainalytics has focused below on where the impact is specifically relevant in the local context.

Importance of promoting renewable energy in Argentina

In Latin America and the Caribbean, fossil fuel accounted for approximately two-thirds of the region's energy mix and was responsible for nearly 8% of total economy-wide GHG emissions in 2019.²⁹ In Argentina, the

²¹ Genneia, "Sustainability Report 2022", at: <https://www.genneia.com.ar/contenido/REPORTE%20GENNEIA%20en2022.pdf>

²² Ibid.

²³ ISO, "ISO 14001:2015 – Environmental management systems", at: <https://www.iso.org/standard/60857.html>

²⁴ Genneia, "Sustainability Report 2022", at: <https://www.genneia.com.ar/contenido/REPORTE%20GENNEIA%20en2022.pdf>

²⁵ Ibid.

²⁶ Ibid.

²⁷ Genneia, "Code of Conduct", at: <https://www.genneia.com.ar/contenido/docs/Code-of-Conduct.pdf>

²⁸ Ibid.

²⁹ International Energy Agency, "Latin America Energy Outlook", (2023), at: <https://iea.blob.core.windows.net/assets/1055131a-8dc4-488b-9e9e-7eb4f72bf7ad/LatinAmericaEnergyOutlook.pdf>

energy sector accounted for 53% of total GHG emissions in 2019, and 60% of the country's electricity generation was still produced from fossil fuels as of 2023.³⁰

In 2021, the Argentine government, as part of its Nationally Determined Contribution to the Paris Agreement, pledged to not exceed 359 MtCO_{2e} of economy-wide net emissions in 2030 and reach net zero carbon emissions by 2050.³¹ At COP26, Argentina further declared to cut methane emissions by approximately 30% by 2030, as compared to a 2020 baseline.³² To strengthen the country's resilience to the impacts of climate change impacts, the Argentina Adaptation Communication has identified adaptation measures in seven material sectors, including, energy, resources, water, coastal zones, settlements, urban planning and agriculture and forestry, that are expected to have mitigation and adaptation benefits.^{33,34} The country also aims to produce 57% of its energy from renewable sources by 2030.³⁵

Argentina is one of the four prominent countries in Latin America and the Caribbean with significant solar PV and wind development capacities.³⁶ To encourage electricity production from renewable sources, the Argentine congress issued Law No. 27,191 in 2015, establishing timebound targets to increase the share of renewable energy, including an 8% share of renewable energy sources by the end of 2018, 12% by 2019 and 20% by 2025.³⁷ Furthermore, in 2023, the Country published its National Energy Transition Plan, aiming to reduce total energy demand by 8% and having at least 50% of its electricity generated come from renewable energy sources by 2030.³⁸ Moreover, the Argentine government has launched the RenovAR auction programme,³⁹ in collaboration with the World Bank Group.⁴⁰ The programme had received a funding of USD 7 billion for more than 150 new renewable energy projects.⁴¹ Harnessing the capacities, solar PV and wind energy constituted 12% of the total power generation mix in Argentina as of 2023 compared with 1% in 2016.⁴²

Based on the above, Sustainalytics is of the opinion that Gennea's investments in renewable energy projects are expected to contribute to Argentina's renewable energy and GHG emissions reduction targets, as well as its transition toward a low-carbon economy.

³⁰ Koop, F. (2023), "Argentina targets huge expansion of renewable energy by 2030", Dialogue Earth, at: <https://dialogochino.net/en/climate-energy/374748-argentina-targets-huge-expansion-of-renewable-energy-by-2030/#:~:text=The%20goal%20is%20to%20generate,modest%20target%2C%20according%20to%20Villalonga>.

³¹ United Nations Environment Programme, "Argentina", at: <https://www.unep.org/ndc/action-area/argentina>

³² Ibid.

³³ Ibid.

³⁴ UNFCCC, "Adaptation Communications", (2022), at: https://unfccc.int/sites/default/files/resource/ac22_6b_adcoms.pdf

³⁵ Koop, F. (2023), "Argentina targets huge expansion of renewable energy by 2030", Dialogue Earth, at: <https://dialogochino.net/en/climate-energy/374748-argentina-targets-huge-expansion-of-renewable-energy-by-2030/#:~:text=The%20goal%20is%20to%20generate,modest%20target%2C%20according%20to%20Villalonga>

³⁶ International Energy Agency, "Latin America Energy Outlook", (2023), at: <https://www.iea.org/reports/latin-america-energy-outlook-2023/executive-summary>

³⁷ KPMG, "Development of Renewable Energy In Argentina", (2019), at: <https://assets.kpmg.com/content/dam/kpmg/ar/pdf/development-renewable-energy-argentina-2019.pdf>

³⁸ International Energy Agency, "Latin America Energy Outlook 2023", (2023), at: <https://iea.blob.core.windows.net/assets/1055131a-8dc4-488b-9e9e-7eb4f72bf7ad/LatinAmericaEnergyOutlook.pdf>

³⁹ Ministry of Economy, Argentina, "RenovAr – Programa de abastecimiento de energía eléctrica a partir de fuentes renovables Renew - Programme for the supply of electricity from renewable sources", at: <https://www.argentina.gob.ar/economia/energia/energia-electrica/renovables/renovar>

⁴⁰ Ministry of Economy, Argentina, "Renov - Programme for the supply of electricity from renewable sources", at: <https://www.argentina.gob.ar/economia/energia/energia-electrica/renovables/renovar>

⁴¹ International Energy Agency, "Latin America Energy Outlook 2023", (2023), at: <https://iea.blob.core.windows.net/assets/1055131a-8dc4-488b-9e9e-7eb4f72bf7ad/LatinAmericaEnergyOutlook.pdf>

⁴² Ibid.

Contribution to SDGs

The Sustainable Development Goals were adopted in September 2015 by the United Nations General Assembly and form part of an agenda for achieving sustainable development by 2030. The instruments issued under the Genneia Green Financing Framework are expected to help advance the following SDG and target:

Use of Proceeds Category	SDG	SDG target
Renewable Energy	7. Affordable and Clean Energy	7.2 By 2030, increase substantially the share of renewable energy in the global energy mix

Conclusion

Genneia has developed the Genneia Green Financing Framework under which it may issue green bonds and obtain green loans and use the proceeds to finance or refinance renewable energy projects, including wind, solar, biomass, hydropower, green hydrogen, battery storage and transmission infrastructure. Sustainalytics considers that the eligible projects are expected to provide positive environmental impacts.

The Genneia Green Financing Framework outlines a process for the tracking, allocation and management of proceeds and makes commitments for reporting on allocation and impact. Sustainalytics considers that the Framework is aligned with the overall sustainability strategy of Genneia and that the use of proceeds will contribute to the advancement of UN Sustainable Development Goal 7. Additionally, Sustainalytics is of the opinion that Genneia has adequate measures to identify, manage and mitigate environmental and social risks commonly associated with the eligible projects.

Based on the above, Sustainalytics is confident that Genneia is well positioned to issue green bonds and obtain loans and that the Framework is robust, transparent and in alignment with the four core components of the Green Bond Principles 2021 and Green Loan Principles 2023.

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