



R.Power Green Bond Framework

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R.POWER | ul. Puławska 2, 02-566
Warsaw, Poland | www.rpower.pl

Introduction

R.Power (rpower.pl) is one of the fastest growing European integrated renewables companies with primary focus on photovoltaics (PV) technology. The Company operates across a full PV market value chain which includes utility scale solar project development, project construction, project technical services (Operations & Maintenance of solar projects) and PV asset investment (Independent Power Producer – IPP). R.Power strategy is to be leading player in each of these segments of PV sector in selected European markets (we are no 1 or no 2 in Poland in each of these segments). Only in the last 2 years company developed and commercialized >300 MWp of solar projects, significantly contributing to zero emission evolution of Polish energy system. Our development pipeline is one of the largest in Europe (3 GWp of solar projects in Poland and 100+ MWp in Italy and Portugal) and we expect to construct 300-500 MWp of PV projects annually in the next 3 years. We operate in Poland, Spain, Italy, Portugal, and Holland. R.Power has currently offices in Warsaw, Milan, Lisbon and Amsterdam.

Sustainability standards

R.Power is committed to creating renewable, clean energy sources at competitive prices in sustainable manner thus contributing zero emission economic development and promoting a healthy environment in all the markets that company is present. Our business model is centered around creating renewable, clean energy sources and in that process we strive to:

- Initiate and support measures that optimize intensity of resources used for constructing renewable energy sources
- Initiate and support measures that optimize usage of renewable energy
- Contribute towards clean and sustainable environment with respect to Land, Water and Air
- Act transparently and ethically to all stakeholders
- Generate awareness and share knowledge on sustainable development among employees, its stakeholders and public at large

R.Power Green Bond Framework Overview

Under this R.Power Green Bond Framework (“Framework”) the company intends to issue Green Bonds, in order to finance development, purchase, construction and operations of Eligible Green Projects (defined further in the document). We intend to do it in the manner consistent with Green Bond Principles (GBP), issued by International Capital Markets Association, which provide guidelines in the following four key areas:

- Use of Proceeds
- Process of Project Evaluation and Selection
- Management of Proceeds
- Reporting

Use of proceeds

The proceeds from the issuance of Green Bonds by R.Power will be applied to following Eligible Green Projects, which are in the areas that will have positive environmental impact:

- Investments in development of solar projects and/or construction of solar projects, in which solar electricity is generated from photovoltaic energy sources
- Investments in development/construction of hybrid solar + storage projects, in which solar electricity is generated from photovoltaic energy sources and utility scale storage system enhances renewable source contribution to energy system stability
- Investments in purchase of solar projects or assets or purchase of hybrid solar + storage projects or assets
- Investments in financing or re-financing new or existing solar projects, in which solar electricity is generated from photovoltaic energy sources
- Investments in financing the enhancement of the scope of services related to construction, operations and maintenance of solar projects and assets
- Investments in financing technologies allowing for more productivity from solar assets and more effective and less energy intensive construction or operation of solar energy (renewable) sources

All the above objectives shall contribute to the energy sector transitions to zero emission in all the markets that R.Power is currently present or will be operating in the future.

Due to organizational structure EGPs investments shall be made directly by R.Power or through fully (100%) owned dedicated asset holding subsidiary.

Process of Project Evaluation and Selection

To ensure proper evaluation of potential Eligible Green Projects, Green Investment Committee (“GIC”) has been established. The key role of the GIC is conducting selection of Eligible Green Projects according to the provisions of this Framework. Additionally, to the selection, GIC is responsible for implementation of this Framework, management of proceeds, reporting and where applicable, external review.

To exercise comprehensive evaluation of any potential EGP, a Feasibility Report is prepared prior to investment and selection of GIC is based on such a report. The GIC may rely and/or be supported in the process of EGP evaluation by external parties providing due diligence or other advisory services.

Management of Proceeds

R.Power will maintain one or more separate bank account(s) for the proceed received from the issue of Green Bonds. R.Power will allocate the amount equal to the net proceeds for the issue of the Green Bonds for the financing of Eligible Green Projects. The company will establish internal tracking system to monitor and account for allocation of the bond issue proceeds.

Unallocated proceeds shall be held in a form of temporary cash-like instruments, that include cash, liquid term deposits with commercial banks, units of debt mutual funds or government securities.

Reporting

R.Power will publish annually Allocation Report on its website, which shall provide information on the allocation of proceeds from Green Bond issue. The Allocation Report will include the list of EGPs, the aggregated allocation of funds to EGPs and remaining balance of unallocated proceeds.

Additionally, R.Power will publish annually Impact Report which shall provide information on KPIs which may include installed renewable capacity (MW), renewable electricity generated (MWh or GWh) or estimated CO₂ avoided.

Both reports shall be published as R.Power has green bonds outstanding.



External Review

Second Party Opinion: R.Power will request Second Party Opinion on R.Power Green Bond Framework by eligible external, independent party.

Verification: R.Power may request an assessment on allocation of the Green Bond proceeds by external auditor.

Annual review: R.Power may request eligible external, independent party to annually assess the Green Bond's compliance with this Framework.