

Equator Principles

Annual Report 2024



The Equator Principles are principles for financing responsible projects that take into account environmental, social and societal criteria.

- The identification, assessment, and management of environmental/social/societal risks and impacts are based on **IFC standards** issued by the World Bank.
- As part of its CSR policy, La Banque Postale has signed the **Equator Principles IV** (July 2020) to strengthen its civic and socially responsible banking system. Version IV includes aspects related to human rights, climate risk and biodiversity.
- This annual report is part of the commitments linked to these principles and aims at sharing the initiatives undertaken in the implementation of these principles, as well as information with the stakeholders of La Banque Postale.

Scope

- **Project Finance & Project Finance Advisory Activities**

When the total investment costs of the project amounts to USD 10 million or more.

- **Project-related financing and project-related acquisition financing**

When the following three criteria are met:

1. The underlying project was financed in accordance with the Equator Principles framework
2. There has been no significant change in the scale or scope of the project
3. The project has not yet been completed at the time of the signing of the financing or loan agreement

- **Project-based business loans**

When the following three criteria are met:

1. The majority of the loan is related to a project over which the client has effective operational control (direct or indirect)
2. The total amount of the loan and the EPFI's individual commitment (before synd or sale) are each at least US\$50M
3. The term of the loan is at least two years

- **Bridge loans with a term of less than two years and intended to be refinanced by project financing or a project-related business loan**

When the following two criteria are met:

1. The total amount of the loan and the EPFI's individual commitment (before syndication or sale) are each at least US\$50M
2. The term of the loan is at least two year

Roles and responsibilities

Implementation

- **The Civic Engagement Department** is a signatory to the Equator Principles.
- **The Project Finance Department** is responsible for implementing the Equator Principles throughout the value chain: identifying ESG criteria and assessing their risks and impacts, training relevant stakeholders and updating existing procedures

Credit Granting Process

- **The front office business** line is involved in identifying and assessing the environmental/social risks and impacts of projects according to categories (A, B+, B, C).
- Depending on the risks and impacts, the business managers will work with their clients to establish **appropriate assessment and management systems and action plans**. External due diligence and additional legal clauses may be used to reinforce this.
- **The risk department** is involved in the credit granting process, in order to counter-analyse, challenge and validate the categorisation, especially for high risks projects (cat. A, B+) and for non-designated countries.
- **The middle office** is involved in the project life cycle to ensure compliance with legal clauses and covenants.
- **The client** undertakes to implement impact assessment and management plans to compensate/mitigate the risks.

Internal training

Training Program

- **A specific training program** has been set up during the implementation of the Equator Principles.
- The teams were made aware of **the regulatory context and the basics of responsible finance**, as well as the challenges of environmental/social/societal aspects in financing.
- The training focused on **IFC standards and the Equator Principles**, as well as approaches and tools to categorise risks and impacts.
- On the operational side, the training program also traces the integration of these principles **into the credit process**, to facilitate understanding of the roles and responsibilities of stakeholders at the initiation and during the life cycle of the financing.

Trained Ecosystem

- **The entire value chain** has been trained to understand and manage the full range of principles: front-office, middle-office, credit risk, operational risk...

PE transactions in 2024

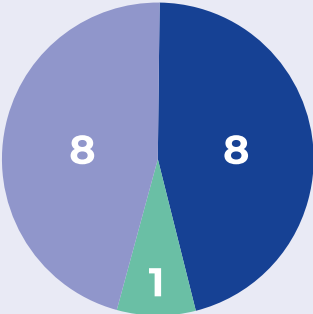
1 121 M\$

Total amount of PE Transactions

17

Number of PE Transactions

Nb of transactions by sector



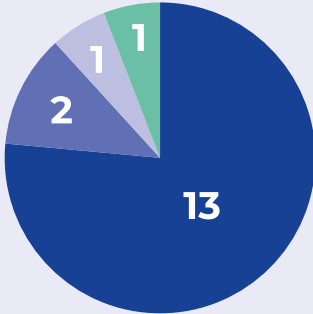
■ Energy ■ Infrastructure ■ Others

Nb of transactions by region



■ Europe

Distribution of transactions by designated countries



■ France ■ Spain ■ Finland ■ Italy

PE transaction by category

from 1st of January to the 31st of December 2024

Principle 1 is to assess the project category in terms of potential environmental and social/societal risks and impacts, based on the IFC standards.

3 ESG risks and impacts categories

Category A

Projects with potentially serious adverse environmental and social risks and/or the potential to generate heterogeneous, irreversible and unprecedented impacts.

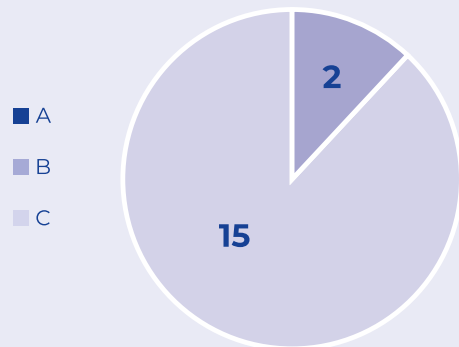
Category B

Projects with limited potential adverse environmental and social risks and/or likely to generate few, generally site-specific, largely reversible impacts that can be easily addressed through mitigation measures.

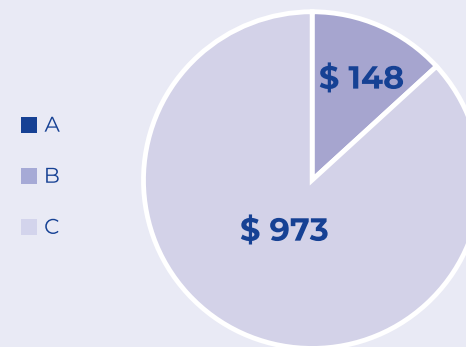
Category C

Projects with minimal or no environmental and social risks and/or impacts.

Nb of transactions by category



Amount of transactions by category



Number of PE Project Finance Transactions in detail

from 1st of January to the 31st of December 2024

	Category A	Category B	Category C	Total
Region				
Americas	-	-	-	-
EMEA	-	2	15	17
Asia Pacific	-	-	-	-
Sector				
Metals & Mining	-	-	-	-
Infrastructure	-	-	1	1
Oli & Gas, Petrochemicals	-	-	-	-
Power				
Thermal	-	-	-	-
Renewables	-	2	6	8
Others	-	-	8	8
Country Designation				
Designated country	-	2	15	17
Non-designated country	-	-	-	-

Amount of PE Project Finance Transactions in detail

from 1st of January to the 31st of December 2024

	Category A	Category B	Category C	Total
Region				
Americas	-	-	-	-
EMEA	-	148 M\$	973 M\$	1 121 M\$
Asia Pacific	-	-	-	-
Sector				
Metals & Mining	-	-	-	-
Infrastructure	-	-	32 M\$	32 M\$
Oli & Gas, Petrochemicals	-	-	-	-
Power				
Thermal	-	-	-	-
Renewablews	-	148 M\$	243 M\$	391 M\$
Others	-	-	699 M\$	699 M\$
Country Designation				
Designated country	-	148 M\$	973 M\$	1 121 M\$
Non-designated country	-	-	-	-

PE Projects Reporting

Name of the project	Host country	Sector	Sub-sector	Signing date
Projet IRVINE	France	Others	Heat Network	02-24
Projet REGENT	France	Others	Telecoms	03-24
Projet BITONTO	Italy	Energy	Solar	04-24
Projet FECAMP	France	Energy	OffShore Wind	04-24
Projet HOLDCO1	France	Others	Telecoms	04-24
Projet CELLO	France	Others	Telecoms	05-24
Projet MAIDO	France	Energy	Solar	05-24
Projet LE MOULE 2	France	Energy	Biomass	06-24
Projet NCV	France	Infrastructure	Railway	06-24
Projet VEGA - BATCH 2	France	Energy	Solar	06-24
Projet CROCODILE	France	Others	Telecoms	07-24
Projet JULES	Finland	Others	Data Centers	08-24
Projet MORPHO	France	Others	Telecoms	12-24
Projet SARZEAU	France	Others	Data Centers	12-24
Projet TORO ESPAGNA	Spain	Energy	Solar	12-24
Projet REMO	Spain	Energy	OneShore Wind	12-24
Projet BELHARRA	France	Energy	Mix Solar/OnShore Wind	12-24



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