



Ellevio Green
Finance Framework
May 2023

ELLEVIO

Contents

1. Ellevio in Brief	3
Introduction	
Enabling the Energy Transition	
2. Ellevio's Sustainability Strategy	5
Significant Sustainability Issues	
Sustainability Management	
3. Ellevio Green Finance Framework	9
Ellevio's Rationale for Green Finance Framework	
Ellevio's Green Finance Framework	
3.1 Use of Proceeds	10
Green Eligible Categories	
3.2 Process for Project Evaluation and Selection	11
3.3 Management of Proceeds	12
3.4 Reporting	12
Allocation Reporting	
Impact Reporting	
3.5 External Review	13
Second Party Opinion	
Verification	
Disclaimer	13

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1. Ellevio in brief

Ellevio AB publ (henceforth Ellevio) is one of Sweden's largest electricity network companies, servicing close to one million customers. We manage regional and local distribution networks in Stockholm and in rural areas in the middle and western parts of Sweden. Our mission is to secure the electricity supply to homes, workplaces, industries, transport and societal functions, while at the same time contributing to the energy transition and meeting the needs of tomorrow.

Ellevio's strategic focus is on building the sustainable electricity systems of the future and developing climate-smart energy services together with customers and partners. By doing so we are creating the foundations on which the society of the future needs to stand. We succeed by having first-rate operations with high sustainability standards and through being an attractive employer with clear values and opportunities for employees to develop.

Ellevio's business is subject to the provisions of the Electricity Act. The public agency Swedish Energy Markets Inspectorate (Ei) implements legislation and regulations as well as monitors to which extent we fulfil our mission.

Ellevio's operations are stable and predictable and have a long-term investment horizon. The company is owned by four pension funds: Canadian OMERS Infrastructure and the Swedish pension funds the Third National Pension Fund, Folksam and AMF. They all have a long-term perspective that is well aligned with the needs of the business.

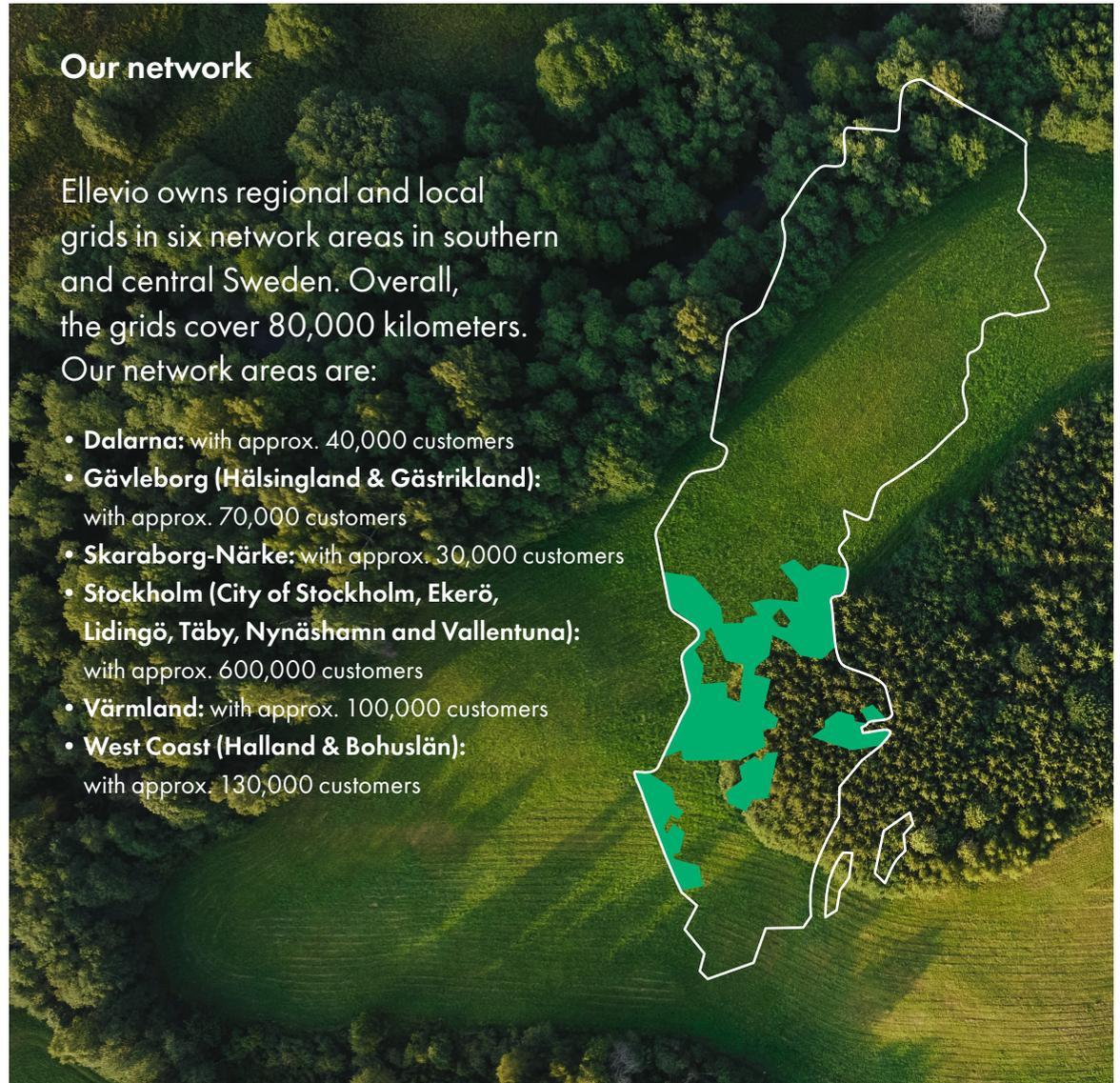
Net sales 2022 was SEK 7,535 million and distributed electricity amounted to a total of 25.0 TWh. Ellevio has approximately 650 employees.

Our network

Ellevio owns regional and local grids in six network areas in southern and central Sweden. Overall, the grids cover 80,000 kilometers.

Our network areas are:

- **Dalarna:** with approx. 40,000 customers
- **Gävleborg (Hälsingland & Gästrikland):** with approx. 70,000 customers
- **Skaraborg-Närke:** with approx. 30,000 customers
- **Stockholm (City of Stockholm, Ekerö, Lidingö, Täby, Nynäshamn and Vallentuna):** with approx. 600,000 customers
- **Värmland:** with approx. 100,000 customers
- **West Coast (Halland & Bohuslän):** with approx. 130,000 customers



Enabling the Energy Transition

Electricity grids such as Ellevio's represent fundamental infrastructure in every modern society; it is through them that electricity is transmitted from the producer to the consumer. They need to be robust, comprehensive, modern and sufficiently developed to ensure that society can function and develop. The grids are also a prerequisite for a new energy mix with more renewable energy and the electrification of transport and industries. In this sense, they play a key role in the climate transition.

Electrification of industries and transport

The climate crisis has started an industrial revolution in Sweden, and the solution is electrification. By 2045, electricity consumption is expected to increase from 145 TWh today to well over 300 TWh, according to forecasts from 2022.

Industries and transport need to be electrified to ensure Sweden achieves its climate targets – but also to maintain its competitiveness. This means that the need for electricity will increase dramatically, which in turn requires the electricity system to be modernised and expanded. The transition to an electrified transport sector is moving rapidly and many major vehicle manufacturers have ambitious targets.

Rapid developments towards electrified processes are also under way within industry. Thanks to technological breakthroughs, Swedish industry is now heading for a comprehensive transition that could have huge positive effects on the emission of greenhouse gases. This kind of breakthrough is expected in the steel industry, with the aim in some companies of entirely fossil-free manufacturing by 2045. If it succeeds, emissions will be reduced while

electricity consumption will increase sharply. Similar breakthroughs are underway in other sectors.

New energy mix

The Swedish energy system was originally built to manage predictable electricity production from a limited number of large facilities based on hydropower, nuclear power and CHP. However, the reality looks somewhat different now. More and more electricity is being supplied from renewable energy sources: wind, first and foremost, but also solar power. Wind power has expanded at a rapid pace in recent years, with growth mainly taking place on land but major investments also being made in offshore wind. The supply of these types of power varies greatly with the season and weather, which limits the possibility of controlling production. The electricity system must now be able to manage an irregular inflow, with rapid and sharp fluctuations in electricity production.

More and more consumers are also producing and selling their own electricity by connecting solar panels to the network and transferring their surplus electricity.

Greater network capacity needed

Another challenge facing the electricity system is that more and more people are living in cities. There is a lack of capacity in both Stockholm and other cities. Industrial and data center establishments also require extensive investments in network capacity.

Ellevio's response to the market prerequisites includes heavy investments in the electricity network to modernise, digitalise, weather-proof, increase capacity and expand the electricity network and enable the connection of new fossil-free sources of production. Other initiatives include installing of the second-generation smart electricity meters for all customers, initiatives to increase flexibility, development of digital services for energy efficiency and steering and enabling charging infrastructure.



Industries and transport need to be electrified to ensure Sweden achieves its climate targets.

2. Ellevio's Sustainability Strategy

By building the sustainable electricity system of the future and developing climate-smart energy services together with customers and partners, Ellevio is creating the foundations on which the society of the future needs to stand. Our sustainability strategy is a driver for our entire business and is closely connected to the business strategy.

Ellevio's sustainability strategy summarised

- We drive the energy transition, engage with our customers and with the community to contribute positively to the environment and to resist climate change.
- Sustainability is an integral part of our organisation and all our business processes where we together with our customers, suppliers and partners are a forerunner contributing to a sustainable development of society.
- Our safety culture is well rooted in the organisation and with our contractors and partners. This leads to increased sustainability performance, equality and contributes to our vision of an accident-free workplace.
- The financial market considers our investments as green and participates in the transition by providing green capital.
- We take active measures to reduce our own emissions and environmental impact.

We deliver on the strategy by driving, measuring and following up on the sustainability issues that are prioritised according to our sustainability agenda.

The sustainability agenda is based on our significant sustainability issues – aspects that are key to both Ellevio and our most important stakeholders, and where Ellevio has a major impact on the operating environment from an economic, social and environmental perspective. These issues are managed as part of the company's day-to-day operations and we

measure performance and continuously pursue efforts to improve on these issues, with results reported annually in the Sustainability Report.

We implement our sustainability initiatives by measuring and setting targets, creating and executing action plans and following up on our results. Our Sustainability policy, Code of Conduct and Risk policy govern our general sustainability initiatives.

	Strategic focus areas	Significant sustainability aspects	Contribution to the UN SDGs
	The energy system of tomorrow Climate-smart energy solutions	Security of supply Affordable electricity supply Reduce climate impact	7, 9, 11, 13
	Operational excellence	Business ethics and anti-corruption Responsible supply chain Local dialogue and environmental considerations Biodiversity	5, 8, 15, 16
	The employees of the future	Attractive employer Health and safety	5, 8

Significant Sustainability Issues

Security of supply

One of our most significant sustainability issues forms the very basis of our operations and is a prerequisite for satisfied customers: a high level of reliability in the electricity supply. This is a vital aspect of a prosperous and competitive society. As more and more sectors become electrified, its significance is increasing.

Affordable electricity supply

Ellevio's customers should pay the same price for the same service, and prices should be stable, fair and reasonable.

For prices to be stable and reasonable, there needs to be a predictable and long-term network regulation. Ellevio actively lobbies to ensure this is the case.

Lower climate impact

There are several aspects to our climate initiatives. On the one hand, our core business enables an electrified, fossil-free society through in line with the Paris Agreement and Sweden's climate targets, while on the other hand we limit our own carbon footprint by actively working to reduce our operations' negative climate impact both directly and indirectly. All of our investment decisions contribute to the fulfilment of climate targets.

Business ethics and anti-corruption

Ellevio's operations are to be defined by good business ethics. Our Code of Conduct describes our ethical guidelines and core values, how we behave towards others and each other, how we do business and how we protect the company's assets. All employees, Board members and others who represent the company are subject to the Code of Conduct.

Responsible supply chain

We place the same strict demands on suppliers and partners as we do on ourselves. All tenderers and suppliers who wish to participate in Ellevio's procurements make extensive declarations about their sustainability initiatives. We have a special Code of Conduct for suppliers and partners.

Local dialogue and environmental considerations

An active dialogue with local communities is a priority, not least in order to increase acceptance of, and confidence in, Ellevio's operations and the required investments in network infrastructure.

Biodiversity

Contributing to the maintenance and enhancement of biodiversity and natural environments is an important environmental issue for Ellevio, and we strive for net-zero impact. We apply the damage mitigation hierarchy.

Health and safety

The safety of the people who work for Ellevio is always our top priority and we have a zero vision in relation to accidents and work-related illnesses. Investigations, measures, follow-up work and improvements are all vital aspects of the systematic work environment initiatives in place to prevent serious incidents, accidents and work-related illnesses.

Attractive employer

Creating good working conditions is a significant issue in terms of Ellevio's ability to have the best and most skilled employees and thus meet the needs of today and tomorrow.

Sustainability Management

The board is ultimately responsible for Ellevio's sustainability work. All overall sustainability issues such as joint improvement goals, activities and measurements are prepared in a sustainability committee appointed by the board, which has an advisory function. The committee consists of participants from both the board and management. Ellevio's sustainability manager is responsible for the meetings of the sustainability committee and drives and develops Ellevio's sustainability work with the support of a steering group consisting of four representatives from the management team, including the CEO. Both the board and the management team have a high level of competence in sustainability and climate, which is partly due to the nature of the business as an enabler in the energy and climate transition.

Identifying and managing sustainability risks, including climate-related risks, is an important part of the company's management of sustainability work. All projects over SEK 5 million (local and regional networks) undergo a sustainability analysis before the investment decision is made.



2030 Agenda

Ellevio's business operations contribute to several of the UN's Sustainable Development Goals within the 2030 Agenda. The materiality analysis showed that we have a direct impact on four goals in particular:

Goal 7: Affordable and clean energy

By developing and maintaining the electricity network, we guarantee its reliability and ability to meet future demand. At the same time, we make more renewable electricity available and help our customers enhance energy efficiency.



7.1 Proportion of population with access to electricity

Ellevio contributes by creating the sustainable energy system of tomorrow, which is our core business.

7.2 Increase substantially the share of renewable energy in the global energy mix

Ellevio contributes by connecting renewable electricity production and offering related services.

7.3 Double the global rate of improvement in energy efficiency

Ellevio contributes through services and support to customers in enhancing energy efficiency.

7.A Enhance international cooperation to facilitate access to clean energy research and technology and promote investment in clean energy technology

Ellevio contributes by participating in research projects via Elforsk and arranging the Startup 4 Climate competition together with GodEl.

Goal 9: Build resilient infrastructure, promote inclusive and sustainable industrialization and foster innovation



An electricity network that ensures security of supply is a prerequisite for thriving industry and companies and for people to live and work across Sweden, be it in a city or a rural area. The electricity network is also an enabler of the transition towards a fossil-free society in which industrial processes and transportation run on electricity. As we expand capacity and digitalise our grids, we create jobs and promote growth.

9.1 Develop quality, reliable, sustainable and resilient infrastructure

Ellevio contributes by providing society with electricity network infrastructure, safeguarding a high level of sustainability work in its operations and increasing the system's resilience by burying power lines, for example.

9.2 Promote inclusive and sustainable industrialisation

Ellevio helps industrial customers transition to more sustainable energy consumption (electricity). Furthermore, Ellevio influences the business community both in Sweden and abroad through major purchases of material and equipment that are to be produced in accordance with Ellevio's sustainability requirements.

9.4 Upgrade infrastructure and retrofit industries to make them sustainable

Ellevio contributes to the electrification of industries and transport through new connections, reinforcements of the electricity network and expanded charging infrastructure.

Goal 11: Make cities and human settlements inclusive, safe, resilient and sustainable



A reliable and smart electricity network enables society to continue the electrification process and enable more people to make greener choices. Ellevio's electricity network plays a vital role both in terms of sustainable urbanisation and the development of vibrant rural areas. Capacity-enhancing projects guarantee a long-term energy supply and the opportunity for sustainable growth. Buried power lines create space for more green areas and housing, while safeguarding the network from the impact of weather and climate-related risks. We also provide smart solutions for initiatives such as charging electric vehicles and installing solar cells, so that more people can produce their own electricity.

11.2 Provide access to safe, affordable, accessible and sustainable transport systems for all

Ellevio enables electrified transport via a modern, expanded electricity system and investments in charging infrastructure. We also drive this trend through our internal target for vehicles and work machines used on our behalf to be electric by 2030.

11.5 Significantly reduce the number of people affected and decrease the direct economic losses caused by disasters

Through initiatives such as robust crisis and disruption preparedness, burying of power lines, remote management and monitoring and placement of infrastructure beyond areas at risk of flooding, mudslides and other weather phenomena, we are strengthening the resilience of the electricity system. Ellevio pursues active climate-adaptation initiatives and meets the TCFD standards.

11.6 Reduce the adverse per capita environmental impact of cities

Ellevio contributes to electrified transport and industries, which both reduces greenhouse gas emissions and improves air quality.

11.A Support links between urban, peri-urban and rural areas by strengthening national and regional development planning

Ellevio has a close collaboration with regions and local communities concerning electricity grid capacity. As Sweden's second-largest network owner, Ellevio has a major influence on regional and national development.

Goal 13: Take urgent action to combat climate change and its impacts.



Electrification is vital for the transition to a fossil-free society. We are increasing flexibility and capacity on the electricity network and enabling connection of renewable energy sources. We are also focusing on reducing the climate and environmental impact of our own operations.

13.1 Strengthen resilience and adaptive capacity to climate-related hazards and natural disasters

Through initiatives such as robust crisis and disruption preparedness, burying of power lines, remote management and monitoring and placement of infrastructure beyond areas at risk of flooding, mudslides and other weather phenomena, we are strengthening the resilience of the electricity system. Ellevio pursues active climate-adaptation initiatives and meets the TCFD standards.

13.2 Integrate climate change measures into national policies, strategies and planning

Ellevio contributes to Sweden's climate policy goals, works to reduce the climate impact of its own operations and actively lobbies to ensure predictable and long-term sustainable revenue regulation for network companies.

3. Ellevio Green Finance Framework

Ellevio's rationale for Green Financing

In alignment with the broader Ellevio sustainability strategy, Ellevio has established a green finance framework (hereinafter referred to as the "Framework") to be able to issue green finance instruments to finance and refinance projects which enable the transition to a low carbon and climate resilient economy. Ellevio is committed to promoting sustainable business activities in the industry sector and regions where the company is operating. By issuing green finance instruments, the group will provide additional transparency around funded projects that carry environmental benefits. Ellevio hereby hopes to promote further investments into environmentally sustainable projects that will assist in reaching the targets set forth by the Paris Climate Agreement and the UN Sustainable Development Goals (UN SDGs).

In addition, green finance instruments will help to diversify Ellevio's investor base, to broaden dialogue with the existing investors and to contribute to the development of the green finance market.

Ellevio Green Finance Framework

Ellevio AB (publ) has established this Framework under which it (referred to as "Ellevio") can issue green finance instruments (such instruments hereinafter referred to as "Green Finance Instruments"), which may include senior secured debt (Class A), contractually subordinated secured debt (Class B) medium-term notes, commercial papers, and loans to finance and/or refinance green eligible projects (such projects hereinafter referred to as "Eligible Green Projects") with a positive environmental benefit.

The Framework is based on the

- ICMA Green Bond Principles 2021, including the updated Appendix I of June 2022¹⁾
- LMA/APLMA/LSTA Green Loan Principles 2023²⁾, which provide guidance in the form of four key components:
 1. Use of Proceeds
 2. Process for Project Evaluation and Selection
 3. Management of Proceeds
 4. Reporting

The Framework also follows the recommendations of the Green Bond Principles regarding External Review³⁾.

The Framework defines the portfolio of projects (such projects hereinafter defined as "Eligible Green Project Portfolio") eligible to be funded by the proceeds of Green Finance Instruments issued by Ellevio. The documentation for any Green Finance Instrument issued shall provide a reference to this Framework under the use of proceeds section.



For the avoidance of doubt, any future change to the eligibility criteria (e.g. future changes to the ICMA Green Bond Principles, the LMA/APLMA/LSTA Green Loan Principles, and/or developments related to sustainable finance regulation) may not necessarily apply to Green Finance Instruments issued under this Framework. Further, eligibility criteria included in this Framework may not necessarily apply to outstanding Green Finance Instruments issued under the previous version of the Framework.

¹⁾ https://www.icmagroup.org/assets/documents/Sustainable-finance/2022-updates/Green-Bond-Principles_June-2022-280622.pdf

²⁾ https://www.lma.eu.com/application/files/4716/7715/0338/Green_Loan_Principles_23_February_2023.pdf

³⁾ https://www.icmagroup.org/assets/documents/Sustainable-finance/2022-updates/External-Review-Guidelines_June-2022-280622.pdf

3.1 Use of Proceeds

An amount equal to the net proceeds from Green Finance Instruments issued by Ellevio will be used to finance and/or refinance a portfolio of Eligible Green Projects as defined by the eligibility criteria (such criteria herein-after referred to as “Eligibility Criteria”)¹⁾ in this Framework.

Eligible Green Projects may include the current value of fixed assets (“Assets”), capital expenditures (“CapEx”) and/or operational expenditures (“OpEx”) associated with the Eligibility Criteria outlined below. Asset values and CapEx shall qualify for refinancing with no look-back period, while OpEx qualify with a maximum three-year look-back period. In alignment with Ellevio’s broader sustainability strategy and support of the UN SDG 2030 agenda, the Eligibility Criteria contemplated under this Framework, may directly contribute to the achievement of UN SDGs²⁾ and EU Environmental Objectives³⁾.

¹⁾ Ellevio takes into account the main substantial contribution criteria of the EU Climate Delegated Act and, where possible, Ellevio may report on compliance with the remaining technical screening criteria including the Do No Significant Harm (DNSH) and the Minimum Safeguards (MS) criteria.

²⁾ Mapping between ICMA Eligible Categories and UN SDGs based on ICMA High Level Mapping to the Sustainable Development Goals: https://www.icmagroup.org/assets/documents/Sustainable-finance/2022-updates/Mapping-SDGs-to-GSS-Bonds_June-2022-280622.pdf

³⁾ Regulation (EU) 2020/852 of the European Parliament and of the Council of 18 June 2020 on the establishment of a framework to facilitate sustainable investment, and amending regulation (EU) 2019/2088, see here

⁴⁾ Supplementing Regulation (EU) 2020/852 of the European Parliament and of the Council by establishing the technical screening criteria for determining the conditions under which an economic activity qualifies as contributing substantially to climate change mitigation or climate change adaptation and for determining whether that economic activity causes no significant harm to any of the other environmental objectives, see here.

Green Eligible Categories

GBP/GLP CATEGORY

Renewable Energy

ELIGIBILITY CRITERIA

Assets, capex and/or opex for the construction and/or operation of infrastructure to support renewable energy transmission and/or distribution:

Electricity transmission and distribution infrastructure

Transmission and distribution infrastructure or equipment in an electricity system that complies with at least one of the following criteria:

- The system is the interconnected European system, i.e. the interconnected control areas of Member States, Norway, Switzerland and the United Kingdom, and its subordinated systems.
- More than 67% of newly enabled generation capacity in the system is below the generation threshold value of 100g CO₂e/kWh measured on a life cycle basis in accordance with electricity generation criteria, over a rolling five-year period.
- The average system grid emission factor, calculated as the total annual emissions from power generation connected to the system, divided by the total amount net electricity production in that system, is below the threshold value of 100g CO₂e/kWh measured on a life cycle basis in accordance with electricity generation criteria, over a rolling five-year period.

Exclusion criteria

- Infrastructure dedicated to creating a direct connection or expanding an existing direct connection between a substation or network and a power production plant that is more greenhouse gas intensive than 100g CO₂e/kWh measured on a life cycle basis is not compliant.
- Installation of metering infrastructure that does not meet the requirements of smart metering systems of Article 20 of Directive (EU) 2019/944 is not compliant.

CONTRIBUTION TO UN SDGs



CONTRIBUTION TO EU’S ENVIRONMENTAL OBJECTIVE

Climate Change Mitigation (Article 10)

- 1.a Generation, transmitting, storing, distributing or using renewable energy in line with Directive (EU) 2018/2001, including through using innovative technology with a potential for significant future savings or through necessary reinforcement or extension of the grid.
- 1.b Improving energy efficiency, except for power generation activities as referred to in Article 19(3).
- 1.g Establishing energy infrastructure required for enabling the decarbonisations of energy systems.

EU ECONOMIC ACTIVITY⁴⁾

4.9 – Transmission and distribution of electricity

3.2 Process for Project Evaluation and Selection

Ellevio has established a clear decision-making process to determine the eligibility of the nominated Eligible Green Projects, in accordance with the description of the Eligibility Criteria mentioned in the Use of Proceeds section of this Framework.

Eligible Green Projects will be selected by a dedicated Sustainability Investments Committee (hereinafter referred to as the “Sustainability Investments Committee”) set up within Ellevio. The Sustainability Investments Committee is formed by members of Finance, Sustainability, Communication and Asset Management and Operations.

The Sustainability Investments Committee is responsible for:

- Reviewing the content of Ellevio’s Green Finance Framework and updating it to reflect changes in corporate strategy, technology, market, or regulatory developments on a best effort basis;
- Updating external documents such as Second Party Opinion (SPO) and related documents from external consultants and accountants;
- Evaluating and defining the Eligible Green Project Portfolio in line with the Eligibility Criteria as set out in the Framework; excluding projects that no longer comply with the Eligibility Criteria or have been disposed of and replacing them on a best efforts basis;
- Overseeing, approving and publishing the allocation and impact reporting, including external assurance statements. Ellevio may rely on external consultants and their data sources, in addition to its own assessment;
- Monitoring internal processes to identify known material risks of negative social and/or environmental impacts associated with the Eligible Green Project Portfolio and appropriate mitigation measures where possible;
- Liasing with relevant business finance segments and other stakeholders on the above.



The Sustainability Investments Committee will meet at least on an annual basis.

Furthermore, Ellevio complies with official national and international environmental and social standards and local laws and regulations, on a best effort basis across all of its activities. These laws are monitored and enforced by the local authorities, amongst others as part of obtaining the necessary permits for new projects and infrastructure maintenance. Additional information on the management of environmental and social risks via the policies and standards of Ellevio is provided to the right.

ESG Policies

Ellevio’s Environmental and Social Risk policies define minimum standards for all its activities, including those financed with the proceeds of Green Finance Instruments issued under this Framework. Below some examples of relevant codes and policies:

Code or policy	Read more
Code of Conduct	→
Code of Conduct for Suppliers and Partners	→
Sustainability Policy	→
Biodiversity Policy	→
ISO 14001:2015 Certificate	→
Policy to limit the use and emissions of greenhouse gas SF6	→
Equal Opportunity Plan	→
Ellevio’s Sustainability Requirements for Contracts	
Risk Policy	
Grid Policy (planning and development, including redundancy)	
Regulatory Compliance Policy	
Anti-Corruption Policy	
Competition Policy	
Privacy Policy	
Whistleblowing Policy	
Purchasing Policy	

3.3 Management of Proceeds

The net proceeds from the Green Finance Instruments will be managed by Ellevio in a portfolio approach, credited to a separate bank account (referred to as the “Green Account”) and tracked and monitored accordingly. Ellevio will allocate these proceeds to an Eligible Green Project Portfolio, selected in accordance with the Eligibility Criteria and the Process for Project Evaluation and Selection presented above.

Ellevio will strive, over time, to achieve a level of allocation for the Eligible Green Project Portfolio that matches or exceeds the balance of net proceeds from its outstanding Green Finance Instruments in the Green Account within 12 months from the time of issuance of each instrument. Eligible Green Projects will be added to or removed from Ellevio’s Eligible Green Project Portfolio to the extent required.

Unallocated net proceeds from Green Finance Instruments will be held temporarily in Ellevio’s liquidity portfolio, in cash or other short term liquid instruments, at its own discretion.

3.4 Reporting

Ellevio will publish a report on the allocation of proceeds to the Eligible Green Project Portfolio as well as an impact report annually and at least until full allocation or until maturity.

Ellevio will report the allocation and impact of the net use of proceeds to the Eligible Green Project Portfolio at least at the category level and on an aggregated basis for all Ellevio’s Green Finance Instruments outstanding.

Ellevio intends to align its reporting with the approach described in the ICMA “Handbook – Harmonized Framework for Impact Reporting (June 2022)”¹⁾ on a best effort basis.

Allocation Reporting

The allocation report may include the following information, on an aggregated basis:

- The size of the identified Eligible Green Project Portfolio, per eligible category
- The balance (if any) of unallocated proceeds
- The amount or the percentage of new financing²⁾ and refinancing
- The geographic location of the projects, where feasible
- The amount or the estimated percentage of projects aligned with the EU Taxonomy Climate Delegated Act

Impact Reporting

Where feasible, Ellevio may on a best effort basis report yearly and until full allocation or until maturity on the environmental impact associated to the Eligible Green Projects.

Green Eligible Categories

GBP/GLP CATEGORY

Renewable Energy

IMPACT INDICATORS

Estimated annual avoided GHG emissions (tCO₂e/year)

ENVIRONMENTAL RESPONSIBILITY INDICATORS

- System Average Interruption Duration Index, SAIDI (min)
- SF₆ leakage (kg)
- Grid losses (GWh)

The impact report may provide:

- A description of relevant Eligible Green Projects
- Metrics regarding projects’ environmental impact as described below.

Depending on availability and subject to confidentiality agreements, Ellevio might seek to complement above indicators with relevant case studies.

Ellevio may appoint specialized consultants to develop a methodology for the estimation and calculation of the impacts that was made publicly available.

Both the allocation report(s) and the impact report(s) will be made available on Ellevio’s website³⁾.

¹⁾ https://www.icmagroup.org/assets/documents/Sustainable-finance/2022-updates/Harmonised-Framework-for-Impact-Reporting-Green-Bonds_June-2022-280622.pdf

²⁾ New financing refers to projects financed over the previous reporting period.

³⁾ <https://www.ellevio.se/en/about-ellevio/this-is-Ellevio/Financials-and-governance/financing/green-bonds/>

3.5 External Review

Second Party Opinion

Ellevio has obtained an independent second party opinion from ISS ICS to assess the alignment of the framework with the ICMA Green Bond Principles 2021 (including the updated Appendix I of June 2022) and the LMA/APLMA/LSTA Green Loan Principles 2023. The independent second party opinion will be published on Ellevio's website¹⁾. In addition, ISS ICS assessed the alignment of Ellevio's Green Finance Framework with the EU Taxonomy Climate Delegate Act.

Verification

Ellevio intends to request on an annual basis, starting one year after issuance and until maturity (or until full allocation), a limited assurance report of the allocation of the proceeds to the Eligible Green Project Portfolio, provided by its external auditor (or any subsequent external auditor).

¹⁾<https://www.ellevio.se/en/about-ellevio/this-is-Ellevio/Financials-and-governance/financing/green-bonds/>



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