

2025 Green Finance Impact Report

Part of the 2025 Annual Report

Introduction

Romande Energie issued its inaugural CHF 100 million Green Bond in 2022, followed by a CHF 150 million Green Loan in 2024. By the end of 2025, 94% of the proceeds from these green financing instruments had been allocated to eligible projects, reflecting the company's strong commitment to its ambitious investment strategy in the energy transition. These investments totalled CHF 75.1 million in 2025 and are already generating substantial impact, with 5,563 tCO₂e of avoided emissions in 2025, representing a threefold increase compared to 2024. Green financing instruments form a central pillar of the company's funding strategy and support its mission to decarbonise Western Switzerland.

Purpose of this report

The report aims to provide transparency by clearly disclosing how the funds raised through the Green Bond and Green Loan have been allocated to specific projects in line with Romande Energie's Green Finance Framework published in 2022.* It outlines the selection criteria for eligible projects and details the allocation process, ensuring that the funds are directed towards projects contributing to the energy transition in Switzerland in accordance with the Energy Strategy 2050.

Sustainability lies at the heart of our business, and every new project includes a sustainable dimension to ensure compliance with our values and corporate responsibility.

To be in this approach and align ourselves consistently with the United Nations' 2030 Agenda, we embarked in 2020 on the process of complying with the 17 Sustainable Development Goals (SDGs).** To date, 12 of these are firmly anchored in our business strategy.

Overview of Romande Energie's Green Financing

In 2022, Romande Energie Holding SA inaugural Green Bond raised a total amount of CHF 100 million in the Swiss capital markets to support its ambitious investment strategy in renewable energies. The Green Bond, issued as a bullet bond, carried a fixed coupon of 2.625% per annum and had a maturity of 15 years. This milestone marked the Group's first foray into the Green Bond market, demonstrating its commitment to sustainable financing.

In July 2024, Romande Energie Holding SA entered into an agreement with a Swiss cantonal bank. The deal secured a 15-year, CHF 150 million Green Loan. This additional green financing supports the Group's ambitious strategy of investing in the development of renewable energies. This new loan facility fits perfectly with the Group's sustainable finance policy as it increases the diversification of funding sources and ensures a smooth maturity profile.

Green Finance Instruments	Issue / origination date	ISIN	Maturity date	Amount raised (CHF)
Green Bond	15 July 2022	CH1196217017	15 July 2037	100 million
Green Loan	10 July 2024	N/A	10 July 2039	150 million

* This report is publicly available on Romande Energie website: [Green Finance Framework – Romande Energie](#)

** <https://www.un.org/sustainabledevelopment/>

Allocation report

Basic information

Report publication date	31 March 2026
Frequency of reporting	Annual
Reporting period	Calendar year 2025
External assurance	ISS
Reporting approach	Portfolio-based reporting.
Refinancing	No funds have been allocated to refinancing.
Inclusion/removal from asset pool	No projects have been removed from the asset pool for the current reporting period.
Look-back period	Projects started in 2020 and 2021 are also included, as permitted under our Green Finance Framework (look-back period of up to 3 years).
Partial eligibility	Yes
Management of unallocated proceeds	In accordance with Romande Energie Group's normal liquidity policies.
ESG Risks management	<p>Romande Energie's Environmental Management System is certified ISO 14001. The company also closely followed compliance with legislation and environmental regulations.</p> <p>Additionally, large-scale infrastructure projects undergo comprehensive environmental analysis. Impacts are monitored and offset in accordance with applicable legal provisions.</p> <p>On the social side, consultations and information sessions with local communities take place at inception of the projects.</p>

Process for project evaluation and selection

As described in our 2022 Green Finance Framework (GFF), Romande Energie Holding SA strengthened the integration of sustainability into its business model by setting up a dedicated cross-departmental Green Finance Committee (GFC) to identify and select Eligible Green Projects. The GFC performed all the tasks set out in the Green Finance Framework.

Projects financed by the company's green financing instruments were selected following in-depth, detailed analysis. The selection process involves:

- 1 Identification and preparation phase: a portfolio of projects is drawn up by the Controlling Team, the Head of Group Treasury and a funding specialist. They all benefited from a complete overview of the projects at Group level and a regular dialogue with operational teams.

- 2 Evaluation and selection phase of new projects: The GFC subsequently reviewed the list of projects and evaluated whether the projects were eligible under the GFF. After reviewing the projects, the GFC selected projects to be included in the report.
- 3 Review of existing projects: The GFC reviewed projects that have been previously included in the report. If projects have been sold, cancelled or restructured or if they do not meet anymore eligibility criteria, they are removed from the report and replaced by equivalent projects selected from the portfolio of eligible projects.

It should be noted that projects are added to the report once Green Bond proceeds have been allocated to eligible disbursements.

The GFC has the following members:

- Chief Financial Officer
- Head of Group Treasury, also in charge of investor relations
- The funding specialist
- Chief Sustainability Officer
- Members of the Controlling Team
- The company's Sustainable Finance Specialist

Allocation of funds to projects

CHF thousands	2020	2021	2022	2023	2024	2025	Total Green Bond 2020-2023	Total Green Loan 2023-2025	Proportion of investment financed*
Renewable Energy	2 104	5 593	33 932	47 098	21 536	28 853	74 962	64 155	
Wind Power – onshore wind turbines	367	2 233	17 515	16 682	2 138	2 233	36 797	4 371	100%
Solar Energy – roof installations		1 882	5 800	21 355	15 549	13 160	16 918	40 828	38%
Microgrid	756	943	3 121	2 254	1 691	1 751	6 325	4 191	23%
Hydro Power – small hydroelectric plants	981	535	7 496	3 545	1 183	9 765	12 522	10 983	10%
Hydro Power – medium hydroelectric plants				863	975	1 944		3 782	1%
Geothermal Energy				2 400			2 400		2%
Energy Efficiency	367	3 329	7 323	21 161	31 503	28 181	24 335	67 528	
District heating	367	3 329	7 323	21 161	31 503	28 181	24 335	67 528	49%
Clean Transportation		157	138	4 529	597	-123	1 104	4 194	
Infrastructure for clean-energy vehicles		157	138	4 331	494	-123	1 104	3 893	96%
Hydrogen production				197	104	0		301	44%
Total	2 471	9 079	41 393	72 788	53 637	56 910	100 401	135 876	
As a % of nominal amount of instrument							100%	91%	53%
Balance of unallocated proceeds							0	14 124	

Balance of unallocated funds: CHF 14.124 million.

CHF thousands	2020	2021	2022	2023	2024	2025
Total Green Bond 2020-2023	2 470	9 079	41 392	47 459		
Total Green Loan 2023-2025				25 330	53 637	58 097

* Proportion of investment financed refers to the proportion of funding provided by Romande Energie's Green Bond and Green Loan, when the company fully financed the projects. In the case of specific equity interests, with the exception of specific equity interests in affiliates for the "Energy Efficiency" category, proportion of investment financed refers to the proportion of the total estimated amount of funding provided by Romande Energie and co-investors until project completion.

Projects environmental objectives

The following quantitative KPIs are based on the expectations expressed in the “Harmonised Framework for Impact Reporting” handbook released by the ICMA in June 2024. Data for the years 2023-2025 have been calculated based on actual production data (ex-post). Expected data for the category “Renewable energies” represent either the maximum potential at full capacity for projects that have already been completed, or the estimated maximum potential upon completion of ongoing projects. Expected data for the “Clean Transportation” category represent the potential at full capacity for installed EV chargers.

Renewable energies	2023	2024	2025	Expected
Annual avoided GHG emissions (tCO ₂ -e)	364	525	1740	2140
Annual renewable electricity generation (MWh)	11850	49320	79340	100920
Energy efficiency	2023	2024	2025	Expected
Annual avoided GHG emissions (tCO ₂ -e)	59	718	3251	17843
Number of buildings connected to district heating *	483	698	748	NA
Electricity production (MWh)	55	185	0	-
Heat production (MWh)	5423	22601	43189	71751
Cold production (MWh)	2	11	13	-
Clean transportation	2023	2024	2025	Expected
Reduced GHG emissions switching from petrol to electric power (tCO ₂ -e)	298	582	572	1345
Annual electricity consumption (MWh)	212	415	408	959
Passenger-kilometres equivalent (pKM)	1250	2442	2402	5645

Social and economic benefits

A large proportion of the projects financed by the Green Bond are located in the region where Romande Energie is based, thereby supporting both local economy and communities. For example, the use of local resources in district heating boosts employment. In addition, district heating helps support the households, businesses and municipalities served in their drive for energy efficiency.



Romande Energie's greenhouse gas inventory methodology

* Given the physical and indivisible nature of this indicator, the figure reported represents the total number of connections across all our district heating installations to which green finance has been allocated. It has not been pro-rated to reflect the proportion of green finance allocated to each individual installation. The connected buildings are of various types and may include both single-family homes and commercial properties.

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Report Review

Post-Issuance Verification of Romande Energie Green Finance Impact Report as of March 9, 2026

Instrument	ISIN	Issue Date	Maturity Date	Amount Raised (CHF)
Green Bond	CH1196217017	July 15, 2022	July 15, 2037	100 M
Green Loan	N/A	July 10, 2024	July 10, 2039	150 M

Assessment Summary

ALIGNMENT WITH COMMITMENTS IN THE FRAMEWORK



1. Process for Project Evaluation and Selection ✓
2. Management of Proceeds ✓
3. Reporting ✓

ALIGNED

ALIGNMENT WITH ICMA'S HARMONIZED FRAMEWORK FOR IMPACT REPORTING (HFIR)



- The Green Finance Impact Report is in line with ICMA's HFIR. The Issuer follows core principles and, where applicable, recommendations.
- The Issuer commits to reporting on an annual basis, illustrates the environmental impacts, and provides transparency on ESG risk management.

ALIGNED

DISCLOSURE OF PROCEEDS ALLOCATION AND SOUNDNESS OF THE OUTCOME AND IMPACT REPORTING INDICATORS



The allocation of green bond and green loan proceeds has been disclosed, with a detailed breakdown across different eligible project categories as proposed in the Framework.

Romande Energie's Green Finance Impact Report has adopted an appropriate methodology to report the outcome and impact generated by providing comprehensive disclosure on data sourcing, calculation methodologies, and granularity, reflecting best market practices.

POSITIVE

Our Report Reviews provide Green, Social, and Sustainability bond issuers with a credible and independent assessment of commitments and best market practice alignment of the proceeds allocation and impact of the sustainable finance instrument(s).

Our evaluation is valid as long as there is no material change to the report.



LEADING
SPO MARKET
EXPERTISE

EXPERIENCE ACROSS
ISSUER TYPES AND
ASSET CLASSES

SUPPORTED
BY WIDER ISS
FUNCTIONS