

## Green Bond Fact Sheet

Pagano & Ascolillo			Date: 29/07/2020
Issue date: 31-01-2019 Maturity date: 31-12-2038 Tenor: 19.9			
Issuer name	Pagano & Ascolillo Public Lighting SpA	Amount issued	EUR7.1m/USD8.1m
Country of risk	Italy	CBI Database	Included
Issuer type <sup>1</sup>	Non-Financial Corporate	Bond type	Sr Secured
Green bond framework	N/A	Second party opinion	N/A
Certification Standard	Not certified	Assurance report	N/A
Certification verifier	N/A	Green bond rating	N/A
Use of Proceeds			
<input type="checkbox"/> Energy	<input type="checkbox"/> Solar <input type="checkbox"/> Onshore wind <input type="checkbox"/> Offshore wind <input type="checkbox"/> Geothermal <input type="checkbox"/> Hydro	<input type="checkbox"/> Tidal <input type="checkbox"/> Biofuels <input type="checkbox"/> Bioenergy <input type="checkbox"/> District heating <input type="checkbox"/> Electricity grid	<input type="checkbox"/> Energy storage <input type="checkbox"/> Energy performance <input type="checkbox"/> Infrastructure <input type="checkbox"/> Industry: components <input type="checkbox"/> Adaptation & resilience
<input checked="" type="checkbox"/> Buildings	<input type="checkbox"/> Certified Buildings <input type="checkbox"/> HVAC systems <input checked="" type="checkbox"/> Energy performance	<input type="checkbox"/> Water performance <input type="checkbox"/> Energy storage/meters <input type="checkbox"/> Other energy related	<input type="checkbox"/> Industry: components <input type="checkbox"/> Adaptation & resilience
<input type="checkbox"/> Transport	<input type="checkbox"/> Electric vehicles <input type="checkbox"/> Low emission vehicles <input type="checkbox"/> Bus rapid transit <input type="checkbox"/> Passenger trains <input type="checkbox"/> Urban rail	<input type="checkbox"/> Freight rolling stock <input type="checkbox"/> Coach / public bus <input type="checkbox"/> Bicycle infrastructure <input type="checkbox"/> Energy performance	<input type="checkbox"/> Transport logistics <input type="checkbox"/> Infrastructure <input type="checkbox"/> Industry: components <input type="checkbox"/> Adaptation & resilience
<input type="checkbox"/> Water & wastewater	<input type="checkbox"/> Water distribution <input type="checkbox"/> Water treatment <input type="checkbox"/> Wastewater treatment <input type="checkbox"/> Water storage	<input type="checkbox"/> Storm water mgmt <input type="checkbox"/> Flood protection <input type="checkbox"/> Desalinisation plants <input type="checkbox"/> Erosion control <input type="checkbox"/> Energy performance	<input type="checkbox"/> Infrastructure <input type="checkbox"/> Industry: components <input type="checkbox"/> Adaptation & resilience

<input type="checkbox"/> Waste management	<input type="checkbox"/> Recycling <input type="checkbox"/> Waste prevention <input type="checkbox"/> Pollution control	<input type="checkbox"/> Landfill, energy capture <input type="checkbox"/> Energy performance <input type="checkbox"/> Infrastructure	<input type="checkbox"/> Waste to energy <input type="checkbox"/> Industry: components <input type="checkbox"/> Adaptation & resilience
<input type="checkbox"/> Land use & agriculture	<input type="checkbox"/> Afforestation/parks <input type="checkbox"/> FSC Forestry <input type="checkbox"/> FSC Cellulose & paper	<input type="checkbox"/> Land remediation <input type="checkbox"/> Energy/water efficiency	<input type="checkbox"/> Sustainable agriculture <input type="checkbox"/> Adaptation & resilience
<input type="checkbox"/> Other	<input type="checkbox"/> Adaptation & resilience	<input type="checkbox"/> ICT	<input type="checkbox"/> Industry: process
<b>Issue details</b>			
<b>Reporting</b>	Pagano & Ascolillo will provide the bondholders semi-annually with a detailed Operating Report. Furthermore, an independent technical advisor will provide the bondholders monthly with a Construction Report and will also deliver environmental impact of ongoing projects.		
<b>Company information</b>	Pagano & Ascolillo is a Neapolitan Energy Service Company specialises in public lighting infrastructures.		
<b>Firsts, records and certifications</b>			
<b>Proceeds description</b>	<p>Ultimately, the proceeds will finance the Public lighting system (installation of LED streetlights) and ancillary services in six municipalities in Umbria, Molise and Campania.</p> <p>The issuer will draw down from the bond as required to provide funding as projects are awarded and progressed.</p> <p>The <a href="#">admission document</a> explains that the proceeds from the issue will be used by the company to purchase the entire stake in the SPV that manages the Giugliano and to finance the development of the Polla Project.</p>		
<b>Climate Bonds view</b>	<p>This bond is the first project bond in Italy for the financing of greenfield projects and is the first project bond for public private partnerships (PPP) for street lighting across six different municipalities. It offers an innovative financing solution for modernising public infrastructure towards a sustainable future. For local governments in European periphery or other emerging market with budgetary constraints and low creditworthiness, rather than financing the project directly, they can put the projects to tender. In this case, Pagano &amp; Ascolillo has participated in public tenders and is the sponsor of the SPVs to be awarded PPP concessions, which are funded by the Project Bond listed on Borsa Italiana's ExtraMOT PRO Green &amp; Social segment for the financing of greenfield projects.</p>		
<b>Underwriters</b>	Foresight Group LLP		
<b>Deal comments</b>			
<b>Credit rating</b>			
<b>Pricing summary</b>	<ul style="list-style-type: none"> <li>Coupon: 5.82%</li> <li>Price: 100%</li> </ul>		
<b>Investors summary</b>	This bond is subscribed by Foresight Italian Green Bond Fund.		

<sup>1</sup> Issuer categories: ABS, development bank, financial corporate, government-backed entity, loan, local government, non-financial corporate, sovereign