

Green Bond Fact Sheet

Société de Financement Local (SFIL)		Date: 20/11/2019	
Issue date: 13-11-2019 Maturity date: 13-11-2029 Tenor: 10			
Issuer Name	Caisse Française de Financement Local (Caffil) - Société de Financement Local (SFIL)	Amount Issued	EUR750m/USD827m
Country of risk	France	CBI Database	Included
Issuer Type ¹	Development bank	Bond Type	Covered bond
Green Bond Framework	GB Framework	Second party opinion	Sustainalytics
Certification Standard	Not certified	Assurance report	N/A
Certification Verifier	N/A	Green bond rating	N/A
Use of Proceeds			
<input checked="" 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 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 checked="" 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 checked="" 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"/> Desalination 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 checked="" 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
Issue details	
Reporting	<p>On an annual basis, until full allocation of proceeds, allocation and impact reporting will be made available to investors on the SFIL Group website.</p> <p>For allocation reporting, the following will be included: the total amount of proceeds allocated to each Green Bond by Eligible Green Loan category; the total number of Eligible Green Loans associated with each Green Bond; average lifetime of the loans; the amounts of financing vs refinancing; the total amount of unallocated proceeds and, when possible, the types of temporary investments.</p> <p>For impacts, since the Group will be working with many underlying loans, the amount of detail may be limited, and information may be presented in generic terms or on an Eligible Green Project category basis. Furthermore, the issuer will strive to align its reporting with reporting templates as suggested by the EU Green Bond Standard and the Harmonized Framework for Impact Reporting.</p>
Company information	<p>SFIL Group is a French local government and export financing agency. It provides financing for long-dated funding for French local public sector investments. SFIL is a 100% publicly owned, fully regulated financial institution overseen by the European Central Bank (ECB). CAFFIL, the issuing entity, is a subsidiary of SFIL Group which refinances loans to public sector authorities through the issue of 'obligations foncières' (covered bonds).</p> <p>In partnership with La Banque Postale, SFIL Group has provided more than EUR27bn in loans since 2013 to the French local public sector. Together, they finance a significant share of green investments of local authorities in line with the sustainable development goals, in areas including clean local public transport, water treatment, waste recycling and green public buildings. Since May 2019, SFIL Group – in partnership with La Banque Postale – is proposing loans under a specific green loan format to finance environmental projects by French local authorities.</p>
Firsts, records and certifications	<p>Only the second green bond from a French development bank (previous one was by AFD in 2014!) – however, there have been many by other public sector entities, especially government-backed entities and local governments.</p> <p>First green covered bond from France.</p>
Proceeds description	<p>To finance/refinance, in whole or in part, existing/future projects that are aimed at improving French social infrastructure and environmental protection through a number of projects in the following eligible areas:</p> <ol style="list-style-type: none"> 1. Territorial mobility and soft urban transport: Clean Transportation

	<p>2. Sustainable Water and Sanitation Management: Sustainable water and wastewater management, Pollution prevention and control, Climate change adaptation</p> <p>3. Waste Management and Valuation: Pollution prevention and control</p> <p>4. Energy efficiency of construction and urban development: Energy efficiency, Green Buildings</p> <p>5. Renewable energy</p>
Climate Bonds view	The breadth of projects fits well with public sector investment in green infrastructure. SFIL Group also issued a social bond in March. SFIL works with La Banque Postale, a green bond issuer in its own right and one of the largest French investment groups. Green loans to French local authorities are originated by La Banque Postale and then transferred to SFIL to be refinanced through the issuance of green bonds. This allows SFIL to finance the French public sector at scale.
Underwriters	CACIB, HSBC, Natixis, SocGen, Unicredit
Deal comments	
Credit Rating	
Pricing summary	Yield: 0.112%. Spread: mid-swaps +2 basis points / OAT +13.2 basis points
Investors summary	Press release contains breakdown of investors by region and type

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