

Green Bond Fact Sheet

Swisscom		Date: 29/05/2020	
Issue date: 14-05-2020 Maturity date: 14-11-2028 Tenor: 8.5			
Issuer name	Swisscom	Amount issued	EUR500m/USD556m
Country of risk	Netherlands	CBI Database	Included
Issuer type ¹	Government-Backed Entity	Bond type	Sr Unsecured
Green bond framework	N/A	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 checked="" 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 checked="" type="checkbox"/> Bioenergy <input type="checkbox"/> District heating <input type="checkbox"/> Electricity grid	<input type="checkbox"/> Energy storage <input type="checkbox"/> Energy performance <input checked="" 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 checked="" type="checkbox"/> Transport	<input checked="" 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 checked="" 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"/> 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 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"/> Land remediation <input type="checkbox"/> Sustainable agriculture <input type="checkbox"/> FSC Forestry <input type="checkbox"/> Energy/water efficiency <input type="checkbox"/> Adaptation & resilience <input type="checkbox"/> FSC Cellulose & paper
<input type="checkbox"/> Other	<input type="checkbox"/> Adaptation & resilience <input type="checkbox"/> ICT <input type="checkbox"/> Industry: process
Issue details	
Reporting	<p>Until full allocation there will be an annual allocation report on the website. This includes:</p> <ul style="list-style-type: none"> - the total amount of investments and expenditures - the share of financing vs refinancing - balance of unallocated proceeds (if any) <p>Where feasible, Swisscom will report on the environmental impact or refer to existing sustainability reporting. This reporting will be annually on a project portfolio basis. Amongst others, the following indicators might be reported:</p> <ul style="list-style-type: none"> - Energy efficiency: annual direct energy savings (in MWh), increase of efficiency (%) against base year (2013), annual GHG emissions scope 1 and 2 (in tons CO²eq), GHG intensity (tons CO²eq / denominator) - Renewable energy: annual additional energy capacity (kW), annual GHG emissions avoided (tons of CO²eq) - Clean transportation: number of vehicles and energy efficiency categories of the fleet (A, B, ...), GHG emissions scope 1 mobility (tons of CO²eq per year)
Company information	<p>Swisscom Group is a Swiss telecommunications provider mainly owned by the Swiss government holding major shares of the mobile, broadband and television market in Switzerland. It is headquartered in Worblaufen.</p>
Firsts, records and certifications	
Proceeds description	<p>There will be three eligible project categories:</p> <ul style="list-style-type: none"> - Energy Efficiency: network development, network operations, Internet of Things networks, products and solutions, as well as energy efficiency improvements within buildings - Renewable Energy: installation of off-grid energy solutions, including solar panel installation or biomass heating (any potential financing of biomass operations must comply with the criteria outlined in the EU Taxonomy) - Clean Transportation: reducing the carbon footprint of the company's fleet (replacing diesel cars with electric vehicles; introducing tools and technology to optimize route management of field services)
Climate Bonds view	<p>In early May 2020, Swisscom became the sixth organisation in the Communications industry sector to issue a green bond. Swisscom managed to accumulate EUR5bn worth of interest in the bond, translating into a book that was ten times covered. It is clear that investor confidence in credit overall has been supported by the ECB Pandemic Emergency Purchase Programme since mid-March, but even in this context, interest of this magnitude is notable, and points to the fact that issuers from this sector remain a rarity in the green bond market. Investors evidently welcome the opportunity to add much needed industry diversification to green bond portfolios, which tend to be heavily biased towards utility, financial, and real estate issuers.</p>

Underwriters	BNP, CS, LBBW, UC
Deal comments	
Credit rating	A (S&P) A2 (Moody's)
Pricing summary	<ul style="list-style-type: none"> Interest spread: ms + 65bps Coupon: 0.375%
Investors summary	

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