

Green Bond Fact Sheet

Coca Cola FEMSA		Date: 01/10/2020	
Issue date: 01-09-2020 Maturity date: 01-09-2032 Tenor: 12			
Issuer name	Coca Cola FEMSA	Amount issued	USD705m
Country of risk	Mexico	CBI Database	Included
Issuer type ¹	Non-Financial Corporate	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 checked="" type="checkbox"/> Onshore wind <input type="checkbox"/> Offshore wind <input checked="" type="checkbox"/> Geothermal <input checked="" 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"/> 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 checked="" type="checkbox"/> Recycling <input checked="" type="checkbox"/> Waste prevention <input type="checkbox"/> Pollution control	<input type="checkbox"/> Landfill, energy capture <input type="checkbox"/> Energy performance <input checked="" type="checkbox"/> Infrastructure	<input type="checkbox"/> Waste to energy <input type="checkbox"/> Industry: components <input type="checkbox"/> Adaptation & resilience

<input checked="" type="checkbox"/> Land use & agriculture	<input checked="" type="checkbox"/> Afforestation/parks <input type="checkbox"/> Land remediation <input type="checkbox"/> Sustainable agriculture <input type="checkbox"/> FSC Forestry <input checked="" 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>Allocation reporting and disclosure on the progress on the environmental commitments will be provided as part of the company’s annual report until proceeds are allocated, with updates also provided in conjunction with any material developments. The allocation report will cover information on the amount of net proceeds allocated per category; a selection of brief project descriptions; the outstanding amount of unallocated proceeds at the end of the reporting period; as well as expected impact metrics. Examples of the latter include tons of waste recycled, tons of packaging material reused, acres reforested or preserved, reduction in GHG emissions, and electricity use.</p>
Company information	<p>Coca-Cola FEMSA is a subsidiary of Fomento Económico Mexicano and is a Mexican multinational beverage company with its headquarter in Mexico City and employing over 80,000 employees. It is owned by FEMSA, The Coca-Cola Company and the public. The company has operations in several Latin American countries such as Mexico and Brazil which generate approximately 80% of its sales.</p>
Firsts, records and certifications	
Proceeds description	<p>The company will finance the following eligible projects:</p> <ul style="list-style-type: none"> - Equipment, operational improvements and maintenance to reduce energy consumption and GHG emissions of its facilities. - Pollution Prevention and Control: collection and recycling facilities as well as sorting centers. - Eco-efficiency and/or circular economy products, production technologies and processes category: procurement of recycled PET resin for its PET packaging. - Preservation and reforestation: support company goal to replenish 100% of the water used for production for beverages through increasing reforestation and forest preservation. - Construction, development, acquisition, maintenance, and operation of solar, wind, geothermal and hydropower (≤25 MW) facilities.
Climate Bonds view	<p>Coca Cola FEMSA addresses pressing issues in the food and beverage – and broader fast-moving consumer goods (FMCG) – industry with their green bond issuance. Among other important initiatives, the instrument will finance the procurement of recycled PET resin for its PET packaging – a step in the right direction to divert packaging inputs away from virgin plastics. In addition, the funding towards replenishing water use in its production chain is another example of a project seen less frequently in the green bond market, offering welcome diversification of green bond proceeds in general – especially important for investors.</p>
Underwriters	<p>JPM, MS</p>
Deal comments	

Credit rating	A- (Fitch) A2 (Moody's)
Pricing summary	<ul style="list-style-type: none">• Yield: 1.887%• Coupon: 1.85%• Price: 99.604%
Investors summary	

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