

DECEMBER 2025



AFL

**SUSTAINABILITY BOND
ALLOCATION & IMPACT
REPORTS**

2025

 **AFL**
La banque des
collectivités locales

Since 2020, the economic and geopolitical environment has undergone unprecedented disruption: health crises, heightened international tensions, persistent inflationary pressures and, more recently, increased political instability across Europe, particularly in France. In France, the fiscal trajectory is under strain, with rating agencies closely monitoring the State's ability to contain public debt. This uncertainty affects all economic stakeholders, including local governments, which must reconcile two key imperatives: accelerating the ecological transition while operating under increasingly constrained financial resources.

A dual challenge for local governments

On the one hand, local authorities must significantly step up investment to adapt their territories to climate change and reduce greenhouse gas emissions. On the other, they are facing a tightening of public funding, driven by national fiscal consolidation efforts. In this context, access to responsible and sustainable financing has become essential to maintain the momentum of local public policies.



AFL, a partner in sustainable finance

Founded by and for local governments, AFL has established itself as a key player in responsible public-sector financing. Its mission is to channel investors' savings towards sustainable local projects, in line with the social and environmental commitments of its shareholder local authorities. This ambition is reflected in a structured CSR strategy built around three pillars:

- reaffirming AFL's identity and transparency within the public-sector financing landscape;
- strengthening internal commitments (low-carbon mobility, remote working, professional equality and digitalisation);
- securing long-term funding for local authorities without adding administrative complexity.

A sustainable bond issuance programme

To deliver on this vision, AFL launched its sustainable bond issuance programme in 2020. These instruments enable local governments, including smaller entities, to access sustainable financing without bearing the burden of extensive and resource-intensive reporting requirements. Following two successful issuances in 2020 and 2022 (€500 million each), AFL reaffirmed its commitment in 2024 with a new €500 million 8-year sustainability bond, which was 2.8 times oversubscribed, with total orders reaching €1.4 billion.

In 2025, the sustainable bond issuance framework was updated and received a positive second-party opinion from Ethifinance. The updated framework will be published in the coming weeks. Combined with the achievement of HQLA Level 1 status in June 2024, this programme is intended to further strengthen AFL's credibility as a sustainable debt issuer and enhance investor confidence.

A collective commitment to the future

By facilitating access to sustainable finance, AFL supports local governments in advancing the ecological transition. More than a financial instrument, AFL embodies a collective commitment to building a resilient and responsible future. Local authorities are fully engaged in driving the ecological transition and ensuring that the bank they created is able to provide them with sustainable financial solutions to meet this challenge.

***By Yves Millardet,**
Chairman of the AFL
Management Board*



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01

About
AFL

01 AFL : THE FRENCH LOCAL GOVERNMENT FUNDING AGENCY



Public Development Bank dedicated to the funding of French local authorities



Local authorities : shareholders, borrowers, guarantors.

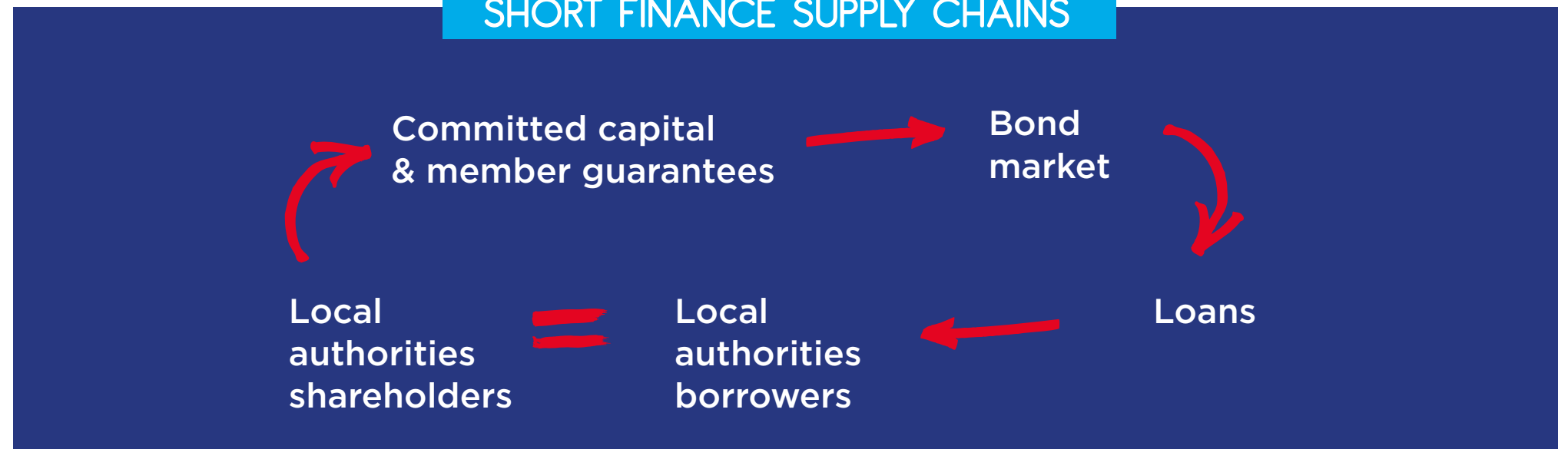


Authorized by the banking law dated **26 July 2013**



The mission of AFL is to embody a **responsible finance to strengthen the local sector's empowerment so as to better deliver the present and future needs of its inhabitants.**

SHORT FINANCE SUPPLY CHAINS



Regions

Main responsibilities: **Economic development, transports and high schools**



Departments

Main responsibilities: **Social work, public roads and middle schools**



Groupings of local authorities

Main responsibilities: **public transports, water sanitation and distribution, waste management, wire infrastructure...**



Local public entities

Manage public services on behalf of a local authority in areas such as fire fighting, social support, ...



Municipalities

General competency at local level (mainly housing, environment, primary schools...)

KEY FIGURES

[AS AT 31 DEC 2025]

FitchRatings

A+ (Stable) / F1+

S&P Global

Ratings

A+ (Stable) / A-1

MORE THAN

€14,5 BILLION

raised by AFL since 2015

€2,3 BILLION

raised by AFL in 2025

1 271

member
local
authorities

MORE THAN

50%

of French
inhabitants
live in local
authorities
members of AFL

30%

is the share
of French
local public
debt of AFL
member local
authorities

MORE THAN

€12 BILLION

loaned to local
authorities since 2015

3RD LARGEST
LENDER

to French local authorities
(source : Finance Active 2024)

€2
BILLION

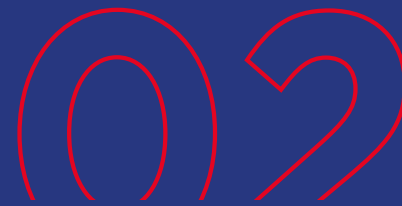
of loans granted to
members in 2025

OVER

80%

share of loans'
consultations in which AFL
was selected in 2025



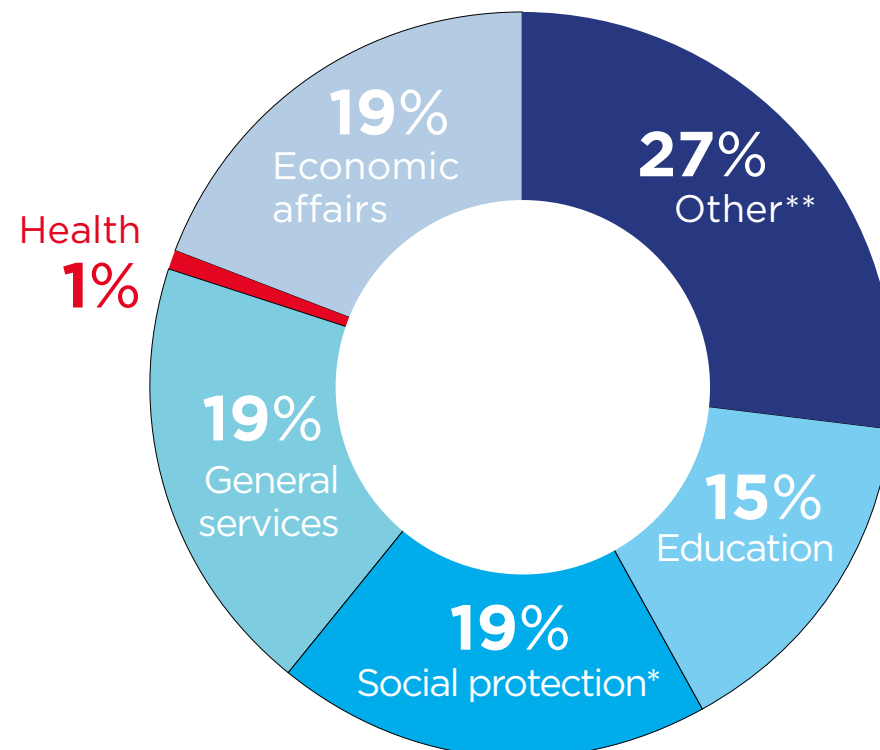


ESG at the very
heart of AFL
model

FRENCH LOCAL AUTHORITIES : KEY ACTORS IN ECOLOGICAL TRANSITION

The main categories of investment expenditures by French local authorities

- economic affairs and transport
- social protection (mainly the municipalities and the departments)
- public services and education



* Social protection expenditure includes both capital and current expenditure.

** Other: housing and community amenities; security and public order; recreation, culture and religion; environmental protection.

Source: OECD (2018), Subnational governments in OECD Countries: Key Data

75%

**of leverage to success
ecological transition
Belong to local authorities**

(according to french low
carbon strategy, March
2020)

50%

**of french greenhouse gas
emissions are directly
or indirectly determined
by local authorities
investments**

(according to ADEME)

€7 TO 9 BILLION

**have to be invested every
year by French government
by 2023 to fulfill national
commitments**

FRENCH LOCAL AUTHORITIES : COMMITMENTS TO THE NATIONAL LOW CARBON STRATEGY

2010

Obligation for local authorities to produce a report on the sustainable development status ahead of the debate on budget guidelines (DOB).

2017

The Climate Plan set more ambitious targets for France, including achieving carbon neutrality by 2050.

2015

Signing of the Paris Agreement, in which countries committed instead of undertook to limit the average temperature increase to 2°C.

Adoption of the first National Low Carbon Strategy, aimed at reducing greenhouse gas emissions by a factor of four by 2050. This strategy applies to all local authorities at regional and inter-municipal level.

Introduction of Regional Climate, Air and Energy Plans (PCAET), which are strategic and operational planning tools that allow local authorities to achieve the following targets: reduction of greenhouse gas emissions, adaptation to the effects of climate change and improvement of air quality.

2019

Enshrining of the carbon neutrality target in law in the energy and climate act.





FRENCH LOCAL AUTHORITIES : SOME EXAMPLES OF PROGRAMME TO CONTRIBUTE TO THE NATIONAL LOW CARBON STRATEGY

THE ENERGY RENOVATION OF BUILDINGS

The Tertiary Eco-Efficiency Mechanism (DEET) imposes the reduction of the energy consumption of buildings by 40% by 2030, by 50% by 2040, and by 60% by 2050 compared with 2010, and covers all buildings or premises used for business or tertiary purposes whose surface area is greater than or equal to 1,000m².

THE REDUCTION OF THE ARTIFICIALIZATION OF SOILS

The Climate and Resilience Act adopted in 2021 set a target, for 2023, of halving the rate of artificialization compared with the use of spaces seen since 2010, and achieving zero net artificialization (ZAN) by 2050.

THE INTRODUCTION OF LOW EMISSION ZONES (LEZ)

The Climate and Resilience Act extends the obligation to introduce an LEZ to local authorities with more than 150,000 inhabitants. The producing of a local sustainable transport policy: the Transport Code makes the producing of a Transport Plan mandatory for AOMs (Transport Organizing Authorities) whose regional scope includes more than 100,000 inhabitants.

ENERGY EFFICIENT PUBLIC LIGHTING

The Environment Code identifies systems to which a policy applies intended to prevent, reduce and limit energy consumption.

THE GREENING OF THE VEHICLE FLEETS OF LOCAL AUTHORITIES

Article 76 of the Transport Strategy Act (LOM) imposes a minimum proportion of low carbon footprint vehicles when local authorities purchase or replace vehicles from their fleets.

THE DECARBONIZATION OF MASS CATERING

The Egalim law, adopted in 2018, sets a target for public canteens to serve 50% responsible, high-quality products, including at least 20% organic products.

AFL'S BUSINESS MODEL IS AT THE VERY HEART OF SUSTAINABLE FINANCE

AFL chose to formalize its overall contribution to sustainable development goals and make it better known by committing to an ESG approach.

ESG Commitments



A UNIQUE GOVERNANCE : TRANSPARENCY & INDEPENDENCE

A dual company governance to prevent conflicts of interests :

- **Local authorities** are the only shareholders of the financial company ;
- **A credit institution governed** by independant banking experts.
- **A Responsible investment policy** that aims to include ESG factors in the selection of securities and counterparty exposures of the liquidity portfolio.

3 core
values

expertise
transparency
solidarity



A COMMITMENT TO FINANCE A SUSTAINABLE DEVELOPMENT : FROM FUNDING TO LOANING

- **A funding strategy that encourages a diversity** of debt instruments and of the investor base ;
- **A responsible investment policy** that aims to include ESG factors in the selection of securities and counterparty exposures of the liquidity portfolio.
- **A loaning activity 100% dedicated to local authorities projects** ; AFL participates in the financing of local authorities' investments in social and environmental areas.
- AFL is committed **to offer similar loan pricing** for same internal scoring.



A RESPONSIBILITY AS A COMPANY TO DEPLOY A POSITIVE IMPACT

- **As a partner of national bodies of elected representatives for many years**, AFL signed and deployed several structuring partnerships (ADEME, Comité 21, ANCT...)
- **AFL strengthened its expertise at the service of local authorities** (publication of studies, barometers, development of training courses...)
- **AFL also takes various commitments** to reduce environmental footprints and promote social well-being.

CORPORATE RESPONSIBILITY



CSR GOVERNANCE

- Corporate responsibility is deeply rooted in AFL’s DNA and as such, CSR considerations are embedded within AFL’s decision making process. Consequently, all governing bodies are involved in the governance of CSR issues as part of their duties and a CSR Climate & Sustainable Finance Committee drives CSR roadmap.
- **Three committees assist the Board also act on CSR issues :** the strategy and sustainability committee, the remunerations, appointments and corporate governance committee and the risks committee.
- Compensation objectives : In 2023, CSR criteria were introduced into the compensation objectives for members of the Management Board.



DISTRIBUTION OF ECONOMIC VALUE

- AFL Group **does not pursue an objective of shareholder value maximization.**
- **Value is directed towards all stakeholders :**
 - Borrowers with competitive loan pricing
 - Investors with regular, predictable bond issuance
 - Annual profits added to retained earnings to build up the capital base with a pay out ratio set at a maximum of 5% retained earnings.




ENVIRONMENTAL COMMITMENTS

In 2024, AFL’s carbon footprint amounted to 605 tonnes of CO₂e, calculated in accordance with the GHG Protocol and covering scopes 1, 2 and 3 (excluding category 3.15 - investments), which represents 13 tonnes per employee. These results are in line with the average for the sector.



SOCIAL POLICIES

- Applying an anti-discrimination policy and promoting professional equality. Although it is not subject to the application of a gender equality index because of the size of its workforce, AFL has nonetheless decided to publish it proactively.
- **Spotlight on the methodology :**
 - 4 measurement indicators
 - The gender pay gap, with a score out of 40;
 - The gender pay rise gap, with score out of 35;
 - The percentage of female employees receiving a pay rise after maternity leave, with a score out of 15;
 - Parity between women and men among the 10 highest paid employees, with a score out of 10.
- **The gender equality Index : 86/100 (within the national average).**



03

AFL
funding
strategy



A SECOND SUSTAINABLE BOND AS PART OF AFL'S FUNDING PROGRAMME



AFL's funding programme

A dedicated Sustainable Bond programme to refinance eligible loans granted to French Local Authorities.

Long term commitment to issue at least a sustainability bond every two years

EMTN PROGRAMME

- **A multicurrency €20Bn EMTN programme that allows to issue medium to long term** notes in various currencies in the form of public or private placement transactions.
 - Long term commitment to issue at least one Euro denominated benchmark per year.

ECP PROGRAMME

- **A short term €1Bn ECP programme :**
 - Issuance in various currencies (such as EUR, GBP, USD...) for maturities up to 1 year.
 - STEP registered (eligible as collateral for open market operations of the ECB).
- **Up to €750Mn of short-term funding in 2025** in the form of ECP transactions.

€2.3BN OF MEDIUM- AND LONG-TERM FUNDING IN 2025

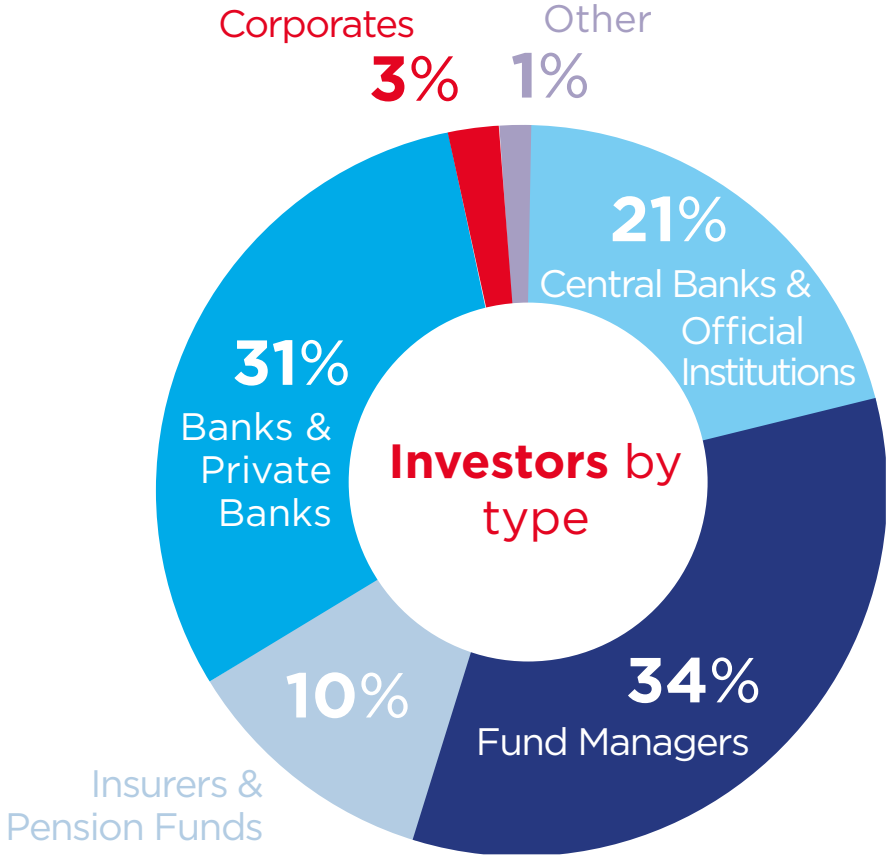
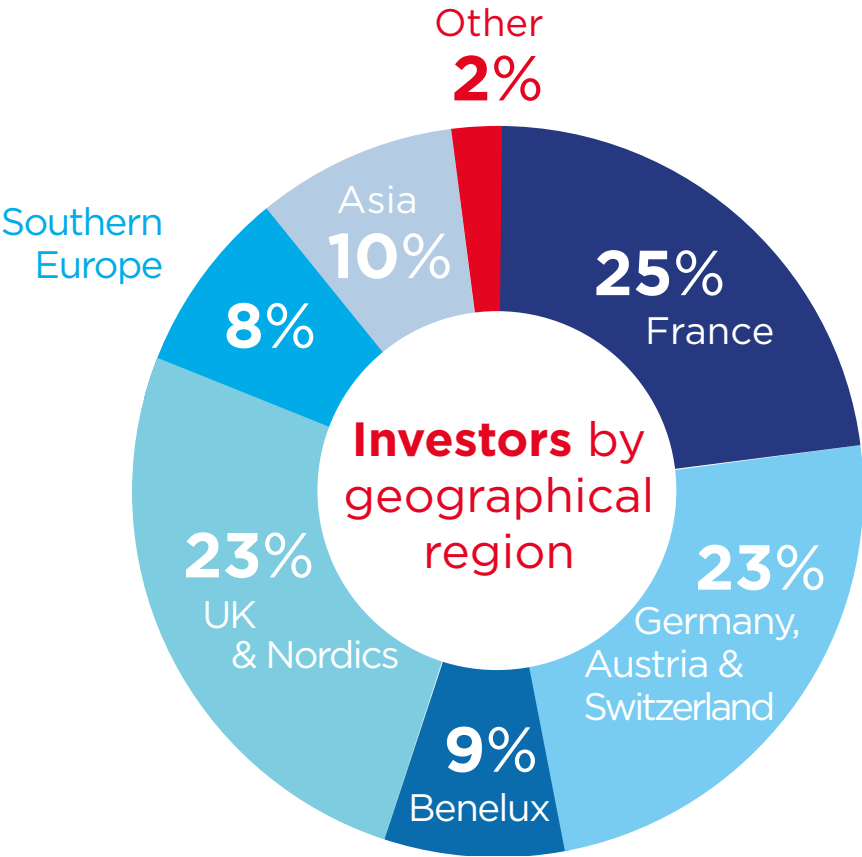
- Euro denominated listed benchmark; Opportunistic multicurrency private placements; Taps of existing Euro bonds; Other currencies public transactions (GBP, CHF for instance).



A BALANCED AND DIVERSIFIED CURRENCY DEBT STRUCTURE

[AS AT 5 NOV 2025]

	June 2026	July 2027	Sept 2027	June 2028	Jan 2029	March 2029	March 2030	March 2031	Dec 2031	Aug 2032	March 2033	March 2034	April 2034	April 2035	June 2038
Outstanding Amount (in M)	€675	£250	€500	€1250	£300	€750	€1000	€1000	€500	€750	€500	€1250	CHF110	CHF100	€500
Coupon	0.125%	4.75%	0%	1.125%	4.375%	0.20%	3%	0%	3.25%	3%	3.125%	3.125%	1.4778%	1.1623%	3.625%



14

listed public euro
denominated
benchmarks

MORE THAN
€14.7
BILLION

issued
since 2015

MORE THAN
300
INVESTORS

have been
participating
in AFL's
transactions

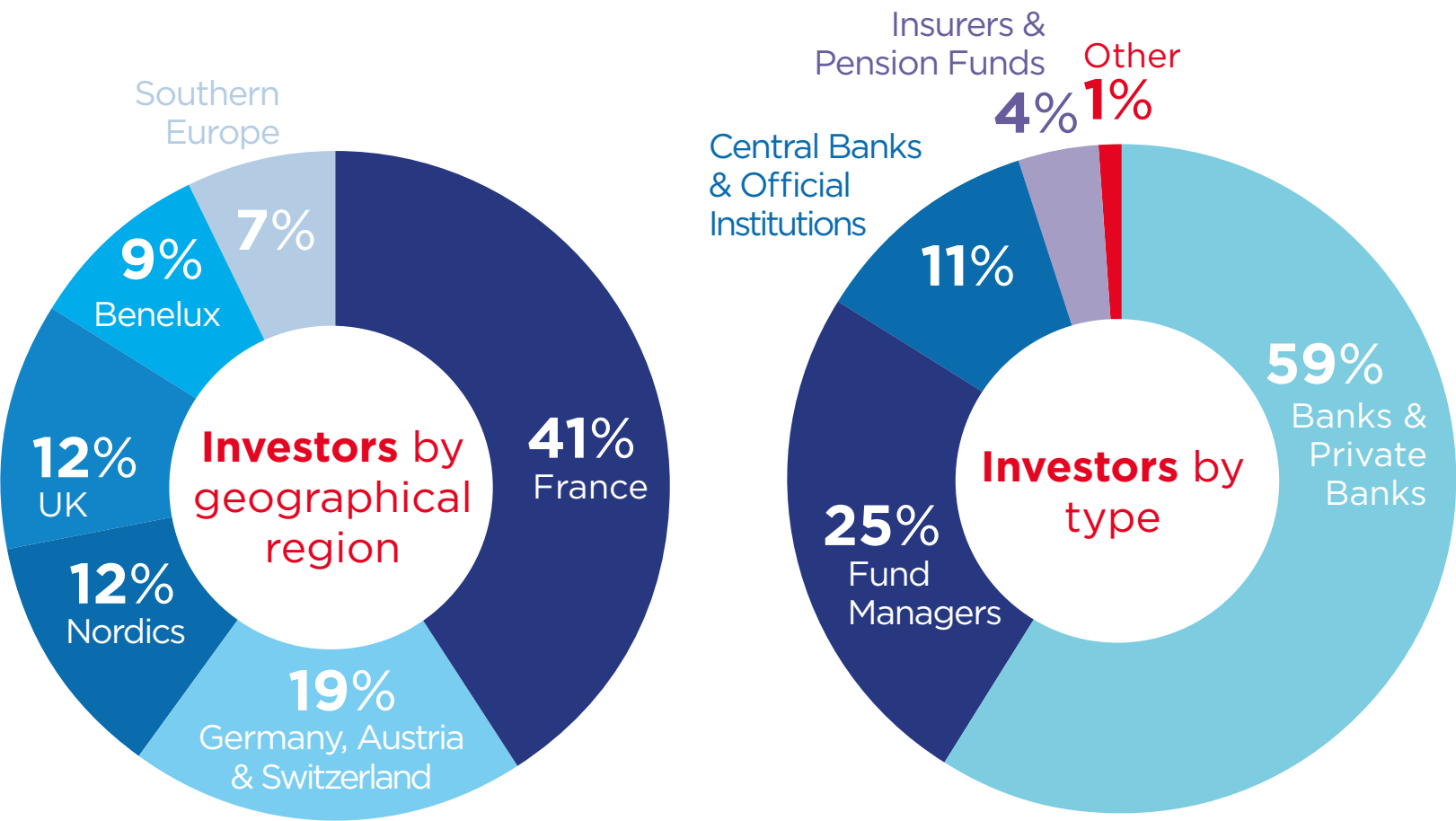
SUSTAINABILITY BOND ISSUE

(JULY 2020)

It is in this context that, on July 13, 2020, **AFL carried out its first issue of sustainable bonds in the amount of €500 million**, contributing significantly to the total resources raised on the bond market in 2020, the amount of which reached €1,130 million, bringing the outstanding debt to €5,296 million under IFRS.

In addition, this issue of sustainable bonds, which attracted a significant number of new investors, is an important step in AFL’s issuance strategy and its positioning as a public player committed to responsible market finance.

The graphs below show the distribution of the sustainable bond issue geographically and by type of investor:



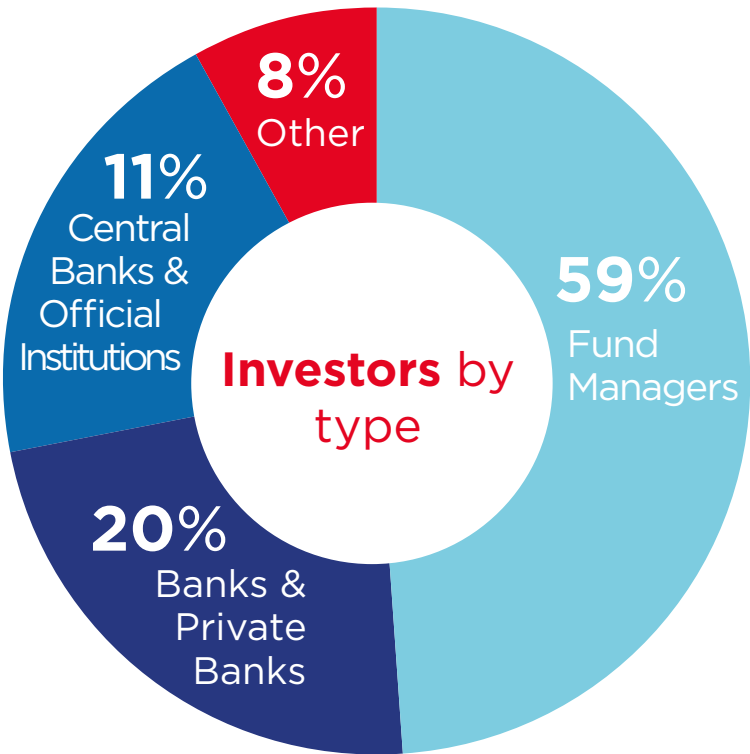
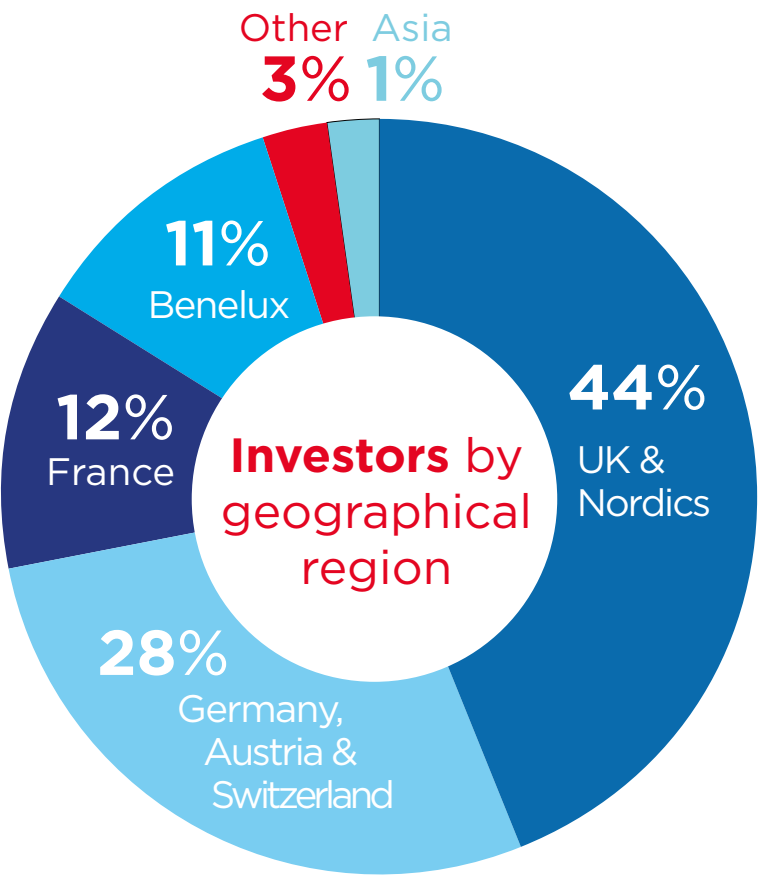
SUSTAINABILITY BOND ISSUE

(JANUARY 2022)

In January 2022, **AFL, raised €500 million by launching its second sustainable bond issue with a 7-year maturity.** This eighth public benchmark issue since the creation of AFL was very well-received with a diversified order book in excess of €2,2 billion and 75 accounts from various sources. This is a new demonstration of the quality of the sustainability bond framework that AFL established in 2020.

It has allowed to refinance a total of € 1 billion of sustainable investments for all its member local authorities.

The graphs below show the distribution of the sustainable bond issue geographically and by type of investor:



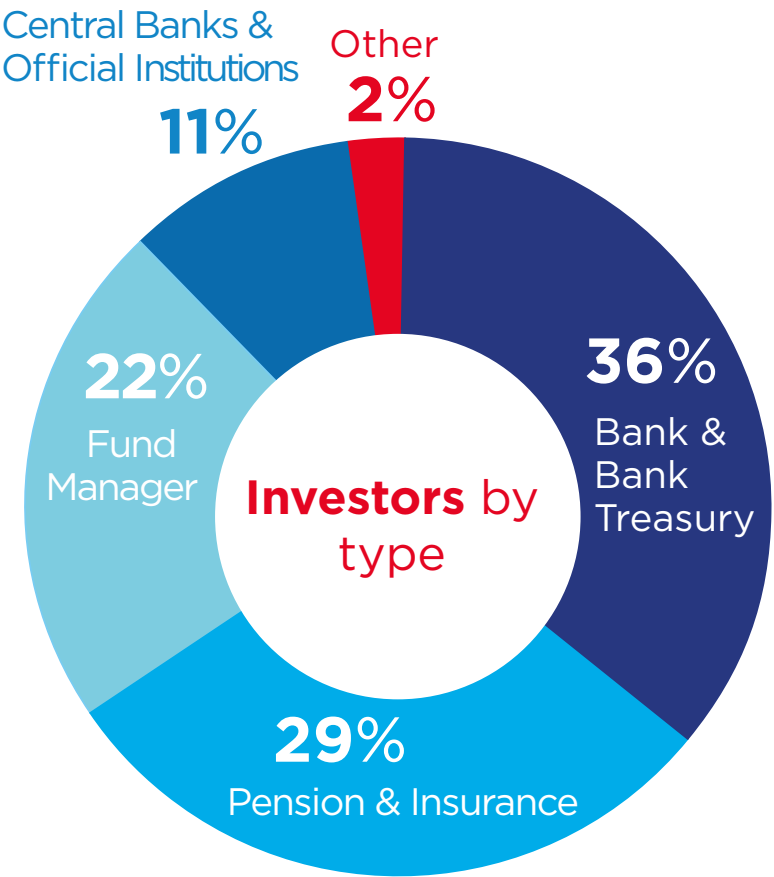
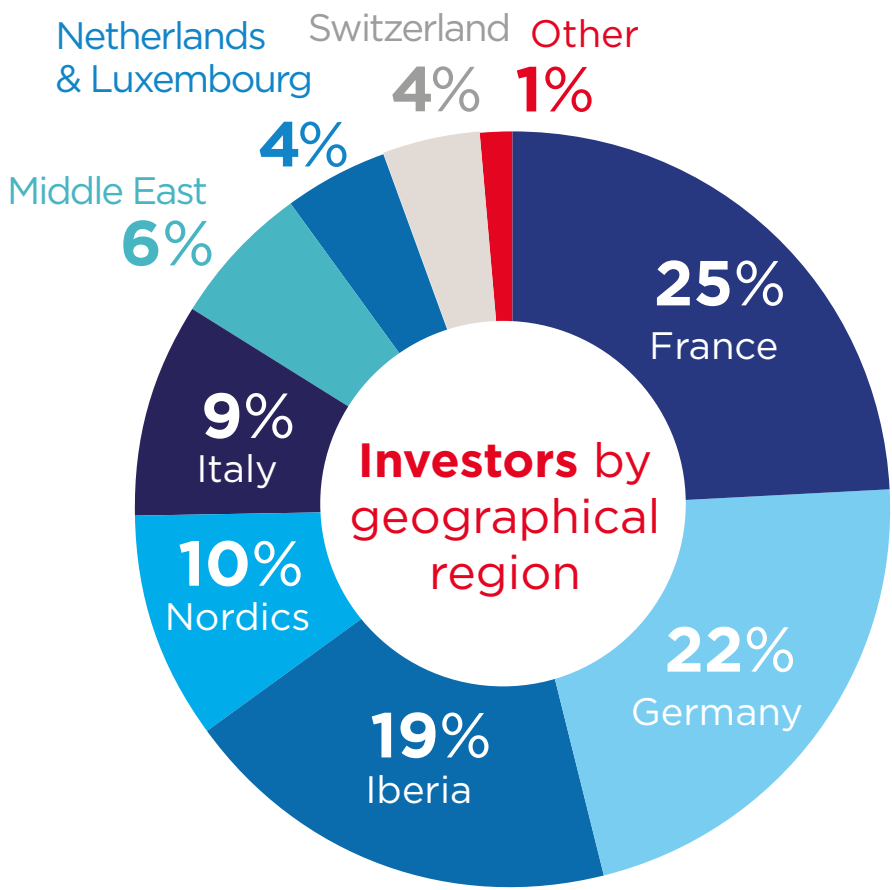
SUSTAINABILITY BOND ISSUE

[OCTOBER 2024]

Following two successful issuances in 2020 and 2022 (€500 million each), **AFL reaffirmed its commitment in 2024 with a new €500 million 8-year sustainability bond, which was 2.8 times oversubscribed, with total orders reaching €1.4 billion.**

In 2025, **the sustainable issuance framework was updated and received a positive second-party opinion from EthiFinance.** The updated framework will be published in the coming weeks. Combined with the achievement of HQLA Level 1 status in June 2024, this programme is intended to further strengthen AFL’s credibility as a sustainable debt issuer and enhance investor confidence.

The graphs below show the distribution of the sustainable bond issue geographically and by type of investor:



An aerial photograph of a vibrant city square, likely in Brussels, featuring a large, ornate fountain with a central statue. The square is surrounded by historic European architecture, including a prominent building with a large dome. People are seen walking and sitting around the fountain. A large blue circle with a red location pin icon is overlaid on the image, containing the text '04 AFL Sustainability bond framework'.

04

AFL Sustainability
bond framework



HISTORY OF THE SUSTAINABILITY BOND PROGRAM

- To formalize and make public its overall contribution to sustainable development goals, **AFL launched a project to issue ICMA aligned in 2019.** This project makes it possible **to contribute to the financing of sustainable development to which French local authorities are very committed while meeting a strong demand from investors in terms of the transparency of the assets that are financed by AFL.**
- **This project led to the establishment, in January 2020, of a Sustainable Bond system,** in accordance with the Green Bond Principles, the Social Bond Principles and the Sustainability Bond Guidelines of 2018 developed and promoted by the International Capital Market Association (ICMA).
- This plan was reviewed by Vigéo Eiris (now Moody's Investors Services), the social and environmental rating agency, which on January 9, 2020 issued a **reasonable assurance rating** (the highest level of assurance) for AFL's commitments and the contribution of the Framework Document to sustainable development, with the exception of 2 of the 10 eligible categories ("Prevention and reduction of pollution" and "Accessible and sustainable infrastructures") for which Vigéo issued a **moderate assurance rating** (the second-highest level of assurance).





SUSTAINABILITY BONDS CATEGORIES

REFLECTING LOCAL AUTHORITIES MAIN AREAS OF INTERVENTION

MAIN AREAS OF INTERVENTION

CONTRIBUTION TO UN SDGs



Access to
essential &
basic social
services

- Encouraging **access to education and culture** by providing access to educational, sport, leisure and cultural facilities
- Supporting **development of economic activity** with the aim of promoting and retaining employment in underserved areas
- Supporting the **access to essential health services**
- Fostering social inclusion by providing equal access to essential services for vulnerable populations



Energy &
ecological
transition

- Contributing to energy transition and environmental sustainability by **promoting a low-carbon and more climate resilient economy** (low-carbon public transportation, renewable energies, etc.) **and pollution prevention & control**



Sustainable
infrastructure,
development
of cities &
territorial cohesion

- Promoting the **development of the territories, urban transformations, reduction of the territorial divide, infrastructure development and public essential services**
- Priority given **to underserved areas**



Underserved Local Authority is defined as any Local Authority which is ranked within the bottom third based on an internal scoring which is derived from the following public data and statistics: Rate of unemployment, Share of long-term unemployment, Share of population leaving in priority neighborhood, Poverty rate

ELIGIBLE ASSETS FOR USE OF PROCEEDS



ELIGIBLE CATEGORIES

TARGET POPULATION

EXAMPLES OF ELIGIBLE EXPENDITURES/INVESTMENTS



Access to essential & basic social services

Education & Culture

All population of the targeted Local Authorities

- Construction of new schools, campus, student housing
- Financing public libraries, archives and museums



Employment

Underserved Local Authorities

- Financing to SMEs, initiatives promoting the attractiveness of territories, professional transition trainings



Access to essential health services

All population of the targeted Local Authorities

- Financing the construction, development, maintenance or renovation of healthcare facilities, medical equipment



Social inclusion

Vulnerable population groups

- Construction of facilities aimed at providing specialized assistance for elderly people
- Financing nurseries and kindergartens



Energy & ecological transition

Low-carbon public transportation

All population of the targeted Local Authorities

- Financing the construction, equipping, or maintenance of low-carbon public transportation facilities, such as any new rail facilities for public use, multimodal links or cycleways



Pollution Prevention & Control

All population of the targeted Local Authorities

- Financing public waste management facilities for waste reduction/recycling
- Financing prevention and awareness initiatives for waste reduction/recycling



Renewable Energy

All population of the targeted Local Authorities

- Financing the construction, equipping, or maintenance of renewable energy infrastructure (including wind and solar energy)



Sustainable infrastructure, development of cities & territorial cohesion

Sustainable water and wastewater management

All population of the targeted Local Authorities

- Financing water network construction, maintenance and upgrade
- Financing wastewater treatment plants, such as sewage networks, wastewater treatment plants, on-site sanitation facilities



Affordable Housing

Social housing organisations, beneficiaries of rental assistance support schemes

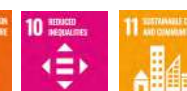
- Financing social housing, subsidies to social housing organisations, financial-aid programs to support tenants



Affordable & sustainable infrastructure

Underserved Local Authorities

- Financing the renovation, upgrade, safety of existing public buildings and public infrastructure. Financing public lighting.
- Financing facilities supporting rural development.



Underserved Local Authority is defined as any Local Authority which is ranked within the bottom third based on an internal scoring which is derived from the following public data and statistics: Rate of unemployment, Share of long-term unemployment, Share of population living in priority neighborhood, Poverty rate



ELIGIBILITY EVALUATION & PROCEEDS ALLOCATION

The Process for eligibility evaluation and selection ensures that the proceeds of AFL Sustainability Bonds are allocated to finance or refinance eligible expenditures that meet the criteria and objectives set out in the Framework.

DATA COLLECTION

Collect the relevant data to perform the analysis

- **Official Budget frames analysis**
– if need be, update of the eligibility matrix set by AFL.
- **Annual budget data extraction** (official opendata made available by French Treasury) and **integration in AFL dedicated IT tool** - Only investment expenditures are considered; all the current/operational expenditures of the Local Authority are excluded from the scope of analysis (as AFL's loan can only be used to finance investments according to the Budgetary Golden Rule).
- **Analysis and exclusion of irrelevant data** (e.g. Local authorities not respecting the official budget frame – circa 2% excluded in AFL portfolio).

ELIGIBILITY ANALYSIS

Estimate the share of eligible expenditures within each Local Authority's budget

Core approach :

- Screen all the loans granted in a given year to Local Authorities, the corresponding year's annual Budget for the considered Local Authority and identify Eligible expenditures regarding the Eligibility Criteria set out in AFL's Sustainability Bond Framework - **calculate the share of eligible expenditures within the overall investment budget of the Local Authority.**
- **Identify Underserved Local Authorities** - defined as any Local Authority which is ranked within the bottom third based on an internal scoring which is derived from public data and statistics – **For these specific entities, additional expenditures are considered eligible.**
- **The defined eligibility percentage is applied to the loans** granted in the considered year by AFL to the corresponding Local Authority.
- Sum all the eligible loans to **compute the amount to the overall portfolio of eligible loans** likely to be allocated to AFL's Sustainability Bonds.

Exclusions from eligible portfolio :

- **Expenditures out** of the defined lookback period.
- **Eligible expenditures already refinanced** through Local Authorities' direct access to sustainable finance
– Sustainable Bonds (dedicated exhaustive analysis made by banking counterparts), sustainable loans (expert-based analysis- made by AFL commercial teams)...
- **Expenditures identified through AFL controversies analysis framework** – led by AFL Sustainability Bond Committee – NB : no exclusion to date.

ALLOCATION

Select within the eligible portfolio the expenditures allocated to the Bond.

- **Scoring methodology based on the following criteria** : loan origination year, loan duration, balance between Framework categories, balance between geographical location.
- **Allocation decided by AFL Sustainability Bond Committee** based on the scoring methodology.



REPORTING ON USE OF PROCEEDS : KEY FACTS & GOVERNANCE

KEY FACTS

Reporting commitments as per AFL SB Framework

ALLOCATION

- Total funds distributed per AFL's
 - (i) main areas of intervention and
 - (ii) Eligible categories
- Total funds used for refinancing or allocated to new loans
- Amount of unallocated proceeds (if any)

IMPACT

- Number, type, and geographical distribution of financed local authorities
- Contribution of the proceeds to the relevant UN Sustainable Development Goals (SDGs)



GOVERNANCE

January
2025

- 3rd anniversary of AFL SB#2

July
2025

- 5th anniversary of AFL SB#1

3rd quarter
2025

- Availability of public data related to FY2024
- Extraction and formatting

October
2025

- 1st anniversary of AFL SB#3

4th quarter
2025


- Eligibility analyse process
- Allocation process

November
2025

- Validation of eligibility and allocation by the relevant governance - AFL Sustainability Bond Committee
- Formatting of the report
- Validation of the report by the relevant governance AFL Sustainability Bond Committee

December
2025

- External review by KPMG
- Publication of AFL SB common report, including :
 - 3rd rep. for SB#1
 - 2nd rep. for SB#2
 - 1st rep. for SB#3

The background of the slide is a high-angle photograph of a city, likely Geneva, with a dense urban area of buildings and a river visible. In the foreground, a cable car system with several spherical gondolas is visible, suspended from a green cable structure. The scene is set against a backdrop of rolling green hills and mountains under a clear blue sky with some light clouds. A large, semi-transparent blue circle is centered on the slide, containing the text. A red location pin icon is positioned at the top of this circle.

05

Reporting on use
of proceeds
Sustainability bond #1
(July 2020)

Allocation coverage

Proceeds Total Amount

500 000 000 €

Amount used for refinancing

100%

500 000 000 €

Amount used for new loans

0%

0 €

As of December 31st, 2024

Refinancing share

Proceeds Total Amount

500 000 000 €

Amount used for refinancing

100%

500 000 000 €

Amount used for new loans

0%

0 €

As of December 31st, 2024

50

ALLOCATION REPORTING

FRAMEWORK ALIGNMENT

Funds distributed per Eligible categories

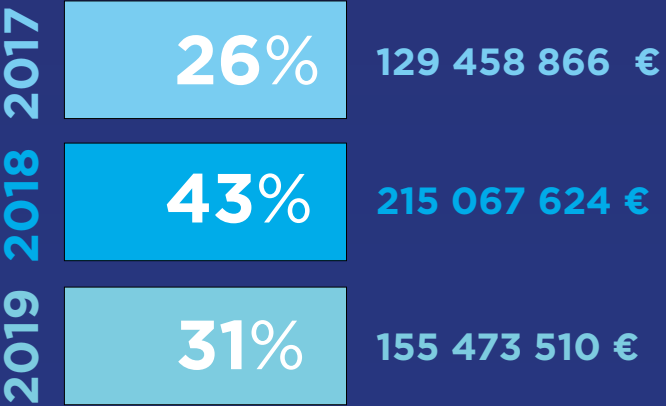
Framework categories	Allocation (in €)	Share
Access to essential and basic social services	314 459 405	62,8%
Education & Culture	280 590 939	56,1%
Employment	14 189 971	2,8%
Access to essential health services	2 689 157	0,5%
Social inclusion	16 989 338	3,4%
Energy and ecological transition	30 096 355	6%
Low-carbon public transportation	8 934 852	1,8%
Pollution Prevention & Control	21 136 670	4,2%
Renewable Energy	24 832	0,0%
Sustainable Infrastructure, development of cities and territorial cohesion	155 444 240	31,1%
Sustainable water and wastewater management	20 518 553	4,1%
Affordable Housing	40 949 538	8,2%
Affordable and sustainable infrastructure	93 976 150	18,8%
Total	500 000 000	100%

As of December 31st, 2024

- Funds allocated to all the AFL Sustainability Bond Framework categories and subcategories, genuinely representing the typical investment scope of French local governments.



Reference year of loan origination



TOTAL : 500 000 000 €

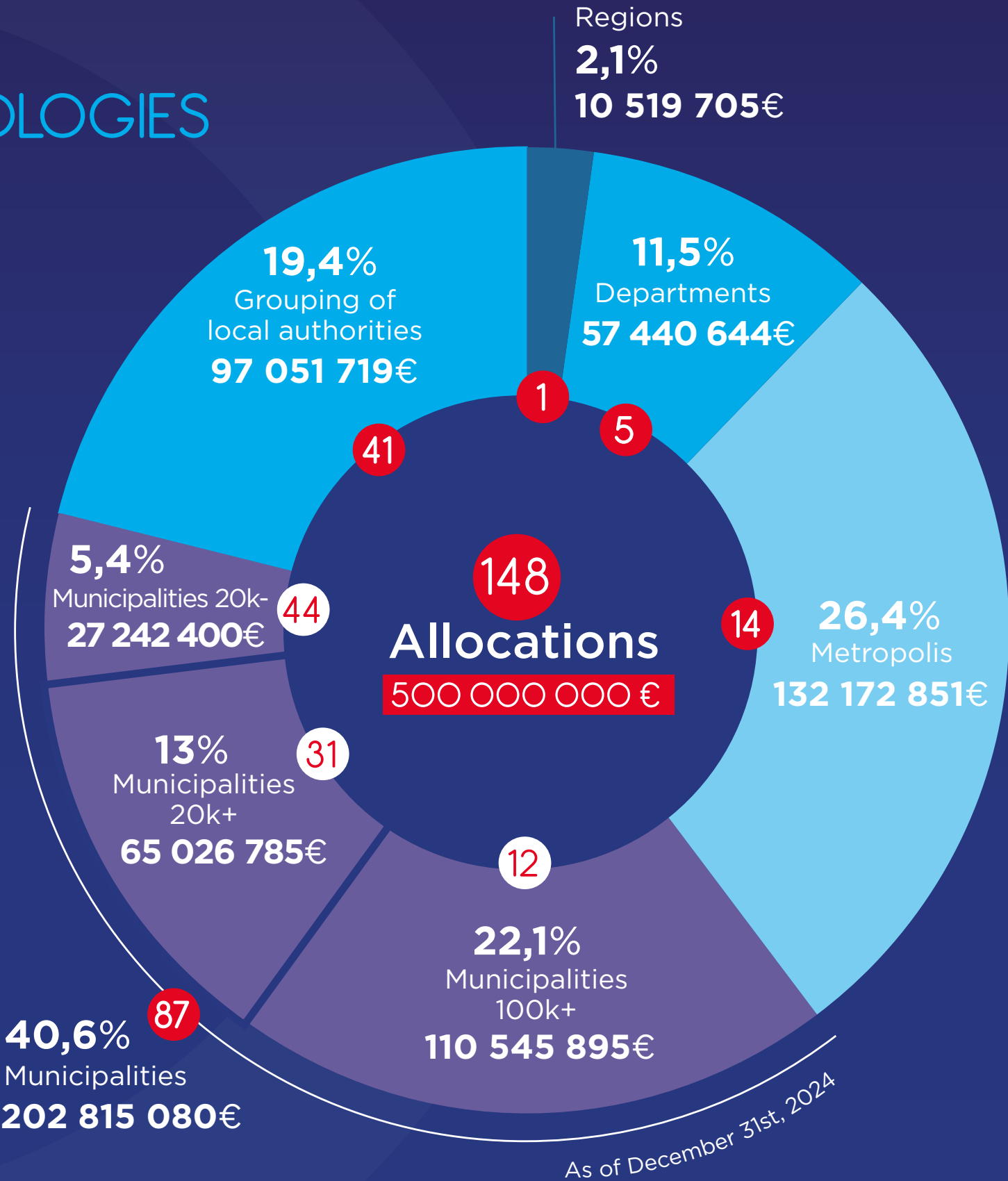
As of December 31st, 2024

- Aligned with AFL Sustainability Bond Framework, Funds allocated to refinance eligible assets in a lookback period of 3 years to the issuance year.

Allocation by local government typologies

Funds allocated to refinance loans granted to all the French local governments typologies and size, genuinely representing the spectrum of AFL borrowers.

1 number of entities



INVESTMENTS OF LOCAL AUTHORITIES ALLOCATED IN AFL SUSTAINABILITY BOND



91

**LOCAL
AUTHORITY :**
DEPARTMENT
OF ESSONNE

LOCATION :
ILE-DE-FRANCE

TYPE :
DEPARTMENT

PROJECT :
**Energy renovation of
secondary schools and
buildings**

FRAMEWORK CATEGORY :
ACCESS TO ESSENTIAL AND
BASIC SOCIAL SERVICES



31

**LOCAL
AUTHORITY :**
TOULOUSE
METROPOLIS

LOCATION :
OCCITANIE

TYPE :
METROPOLIS

PROJECT :
**Construction of
elementary school
Jean Zay**

FRAMEWORK CATEGORY :
ACCESS TO ESSENTIAL AND
BASIC SOCIAL SERVICES



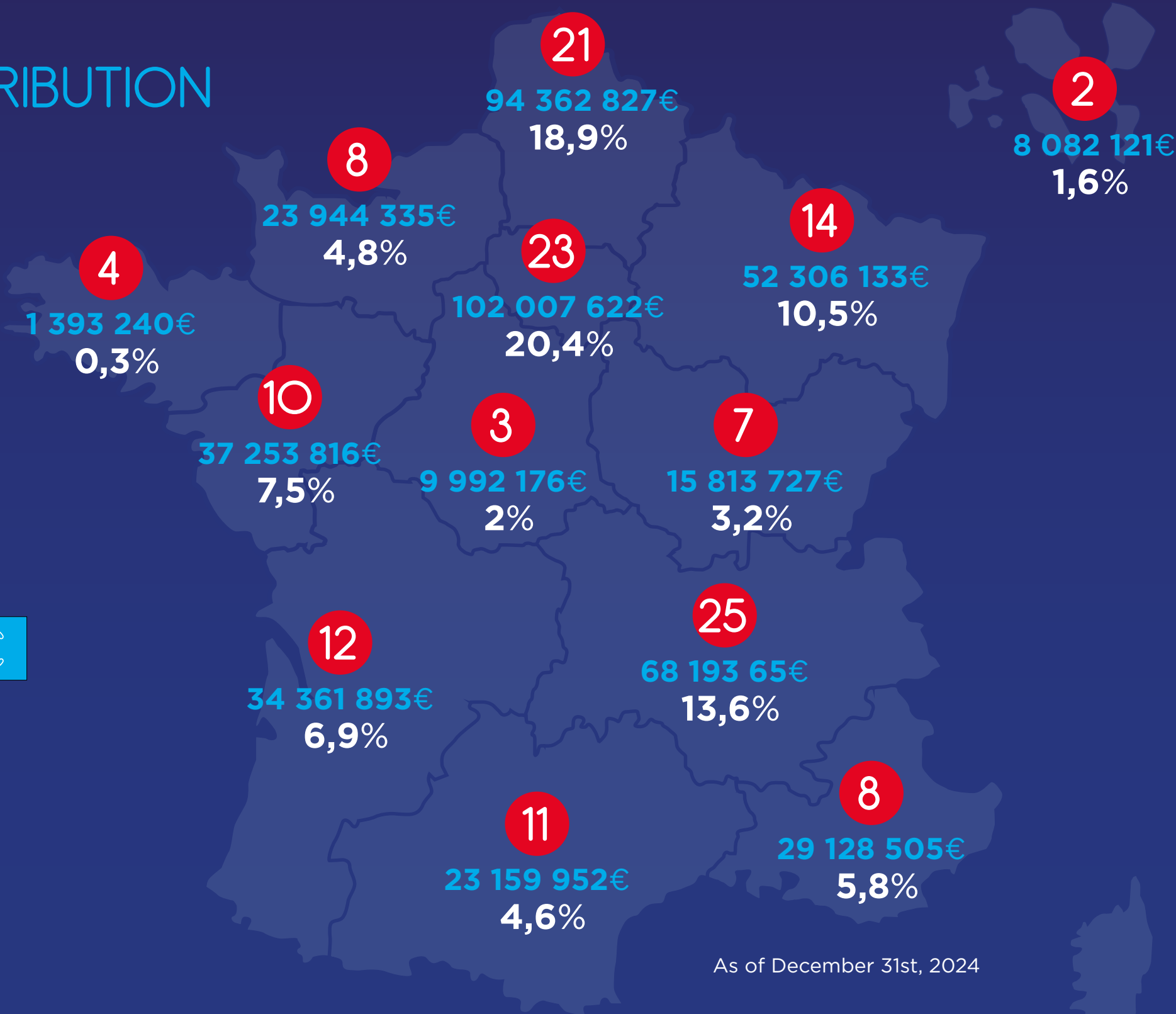
Geographical distribution of allocation

Total Amount

500 000 000 €

Funds allocated to refinance loans granted in all of the French local territories (here represented by administrative regions), genuinely representing the geographical spectrum of AFL borrowers.

1 number of entities



INVESTMENTS OF LOCAL AUTHORITIES ALLOCATED IN AFL SUSTAINABILITY BOND



59

**LOCAL
AUTHORITY :**
EUROPEAN
METROPOLIS OF LILLE

LOCATION :
HAUTS-DE-FRANCE

TYPE :
METROPOLIS

PROJECT :
**Modernization of sorting and
waste treatment equipment
to limit non-recovered waste**

FRAMEWORK CATEGORY :
ENVIRONMENTAL AND
ECOLOGICAL TRANSITION

11 SUSTAINABLE CITIES
AND COMMUNITIES



12 RESPONSIBLE
CONSUMPTION
AND PRODUCTION





41

**LOCAL
AUTHORITY :**
AGGLOPOLYS,
SUBURBAN
COMMUNITY OF BLOIS

LOCATION :
CENTRE-VAL DE LOIRE

TYPE :
GROUPING OF LOCAL
AUTHORITIES

PROJECT :
**Construction of multifunctional
equipment for cultural, sporting
and economic purposes :
the Jeu de Paume..**

FRAMEWORK CATEGORY :
ACCESS TO ESSENTIAL AND BASIC
SOCIAL SERVICES

3 GOOD HEALTH
AND WELL-BEING



4 QUALITY
EDUCATION





Allocation in underserved areas*

- Funds allocated to refinance loans mainly granted to local governments located in Underserved areas (as per AFL assessment methodology)

* As per AFL assessment methodology

General vs conditionnal allocation

- Conditional eligible categories (only eligible for underserved areas) represent 25% of the overall amount of funds allocated

Local governments types	Non classified areas (in €)		Underserved areas (in €)		Total (in €)
Regions	10 519 705	100%			10 519 705
Departments	27 746 000	48%	29 694 644	52%	57 440 644
Metropolis	57 322 534	43%	74 850 318	57%	132 172 851
Grouping of local authorities	57 033 374	59%	40 018 345	41%	97 051 719
Municipalities	24 415 750	12%	178 399 330	88%	202 815 080
Municipalities 100k+		0%	110 545 895	100%	110 545 895
Municipalities 20k+	11 145 028	17%	53 881 757	83%	65 026 785
Municipalities 20k-	13 270 722	49%	13 971 678	51%	27 242 400
Total	177 037 363	35%	322 962 637	65%	500 000 000

As of December 31st, 2024

(in €)	Full eligible categories		Conditional eligible categories		Total	
Non classified areas	177 037 363	35%			177 037 363	35%
Underserved areas	214 796 517	43%	108 166 120	22%	322 962 637	65%
Total	391 833 880	78%	108 166 120	22%	500 000 000	100%

As of December 31st, 2024

INVESTMENTS OF LOCAL AUTHORITIES ALLOCATED IN AFL SUSTAINABILITY BOND



974

LOCAL AUTHORITY :
COMMUNITY OF
TERRITOIRE DE LA CÔTE
OUEST

LOCATION :
REUNION (OVERSEAS TERRITORIES)

TYPE :
GROUPING OF LOCAL
AUTHORITIES

PROJECT :
**Ecological transition
contract with the State.
TCO is the first ultramarine,
island and tropical ecocity**

FRAMEWORK CATEGORY :
ACCESS TO ESSENTIAL AND
BASIC SOCIAL SERVICES

8 DECENT WORK AND
ECONOMIC GROWTH



9 INDUSTRY, INNOVATION
AND INFRASTRUCTURE



10 REDUCED
INEQUALITIES





91

LOCAL AUTHORITY :
MUNICIPALITY
OF GRIGNY

LOCATION :
ILE-DE-FRANCE

TYPE :
MUNICIPALITIES

PROJECT :
**Construction of
a health center in
La Grande Borne**

FRAMEWORK CATEGORY :
ACCESS TO ESSENTIAL AND BASIC
SOCIAL SERVICES

3 GOOD HEALTH
AND WELL-BEING



IMPACT REPORTING

NUMBER OF INHABITANTS IMPACTED

Number of inhabitants impacted in main entities

Geographic location	Regions	Departments	Metropolis
Auvergne - Rhône-Alpes			2 148 850
Bourgogne Franche-Comté		569 531	
Bretagne			214 022
Centre Val de Loire			
Grand Est		192 588	760 412
Hauts de France		546 527	1 535 568
Ile de France		2 940 732	
Normandie			497 180
Nouvelle Aquitaine			802 350
Occitanie			780 995
Oversee territories			
Pays de la Loire			658 356
Sud			1 900 023
Total	3 846 161	4 249 378	9 297 756

NB : no sum computing by localisation as double counting may occur (e.g. in case of allocation to both a department and its regions - being 2 separate legal entities)

Number of inhabitants impacted in municipalities and groupings of municipalities

Metropolis	Grouping of local authorities	Municipalities 100k+	Municipalities 20k+	Municipalities 20k-	Total
2 148 850	431 317	467 521	56 286	97 756	3 201 730
	213 637		81 776	32 023	327 436
214 022	66 169		21 154	7 583	308 928
	108 871	140 116		16 377	265 364
760 412	225 161	122 714	34 352	10 898	1 153 537
1 535 568	482 347	136 265		98 493	2 252 673
	1 572 449	226 809	586 021	31 089	2 416 368
497 180	76 988		180 039	4 977	759 184
802 350	470 626	265 255	130 088	39 930	1 708 249
780 995	268 051	509 200		25 688	1 583 934
	214 963		35 680		250 643
658 356	129 697	328 144	144 593	18 266	1 279 056
1 900 023	168 807	879 238	20 289	26 304	2 994 661
9 297 756	4 429 083	3 075 262	1 290 278	409 384	18 501 763

NB : double counting avoiding by excluding inhabitants counting of municipalities when their related Metropolis or grouping is already allocated.

INVESTMENTS OF LOCAL AUTHORITIES ALLOCATED IN AFL SUSTAINABILITY BOND



67 **LOCAL
AUTHORITY :**
MUNICIPALITY OF
SCHILTIGHEIM
LOCATION :
GRAND EST
TYPE :
MUNICIPALITIES

PROJECT :
**Construction of
the Sclar group
Simone Veil**

FRAMEWORK CATEGORY :
ACCESS TO ESSENTIAL AND
BASIC SOCIAL SERVICES



33 **LOCAL
AUTHORITY :**
MUNICIPALITY OF
LE BOUSCAT
LOCATION :
NOUVELLE AQUITAINE
TYPE :
MUNICIPALITIES

PROJECT :
**Creation of new classes
in kindergarten,
construction of a nursery**

FRAMEWORK CATEGORY :
ACCESS TO ESSENTIAL AND BASIC
SOCIAL SERVICES



50

IMPACT REPORTING
CONTRIBUTION TO UN SDGS

Contribution
of the proceeds
to the relevant
**UN Sustainable
Development
Goals (SDGs)**

As of December 31st, 2024

1,7%		8 494 669 €
0,5%		2 689 157 €
56,1%		280 590 939 €
4,1%		20 518 553 €
0%		24 832 €
0,9%		4 729 990 €
8,1%		40 522 800 €
8,9%		44 550 043 €
17,5%		87 310 682 €
2,1%		10 568 335 €



INVESTMENTS OF LOCAL AUTHORITIES ALLOCATED IN AFL SUSTAINABILITY BOND

74

**LOCAL
AUTHORITY :**
MUNICIPALITY
OF SAINT-JULIEN-
EN-GENEVOIS

LOCATION :
AUVERGNE-RHÔNE-ALPES

TYPE :
MUNICIPALITIES



PROJECT :

Construction of
a school complex

FRAMEWORK CATEGORY :

ACCESS TO ESSENTIAL AND
BASIC SOCIAL SERVICES

4

QUALITY
EDUCATION



An aerial photograph of a coastal town, likely in the Caribbean, showing a mix of residential buildings, lush green vegetation, and a turquoise ocean. A large, semi-transparent blue circle is centered over the image, containing text. A red location pin icon is positioned at the top of the circle. The background image shows a town with colorful roofs, surrounded by dense greenery and a rocky coastline meeting the sea.

06

Reporting on use
of proceeds
Sustainability bond #2
(January 2022)

Allocation coverage

Proceeds Total Amount

500 000 000 €

Amount used for refinancing

100%

500 000 000 €

Amount used for new loans

0%

0 €

As of December 31st, 2024

Refinancing share

Proceeds Total Amount

500 000 000 €

Amount used for refinancing

100%

500 000 000 €

Amount used for new loans

0%

0 €

As of December 31st, 2024



ALLOCATION REPORTING

FRAMEWORK ALIGNMENT

Funds distributed per Eligible categories

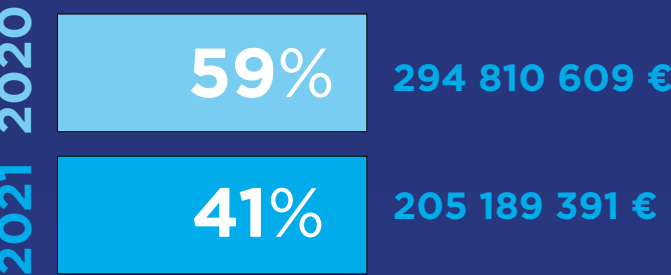
Framework categories	Allocation (in €)	Share
Access to essential and basic social services	279 959 391	56%
Education & Culture	245 362 862	49,1%
Employment	8 301 289	1,7%
Access to essential health services	1 845 984	0,4%
Social inclusion	24 449 257	4,9%
Energy and ecological transition	72 861 960	14,6%
Low-carbon public transportation	25 385 736	5,1%
Pollution Prevention & Control	47 453 283	9,5%
Renewable Energy	22 941	0,0%
Sustainable Infrastructure, development of cities and territorial cohesion	147 178 649	29,4%
Sustainable water and wastewater management	21 370 481	4,3%
Affordable Housing	38 592 927	7,7%
Affordable and sustainable infrastructure	87 215 241	17,4%
Total	500 000 000	100%

As of December 31st, 2024

- Funds allocated to all the AFL Sustainability Bond Framework categories and subcategories, genuinely representing the typical investment scope of French local governments.



Reference year of loan origination



TOTAL : 500 000 000 €

As of December 31st, 2024

- Aligned with AFL Sustainability Bond Framework, Funds allocated to refinance eligible assets in a lookback period of 3 years to the issuance year.

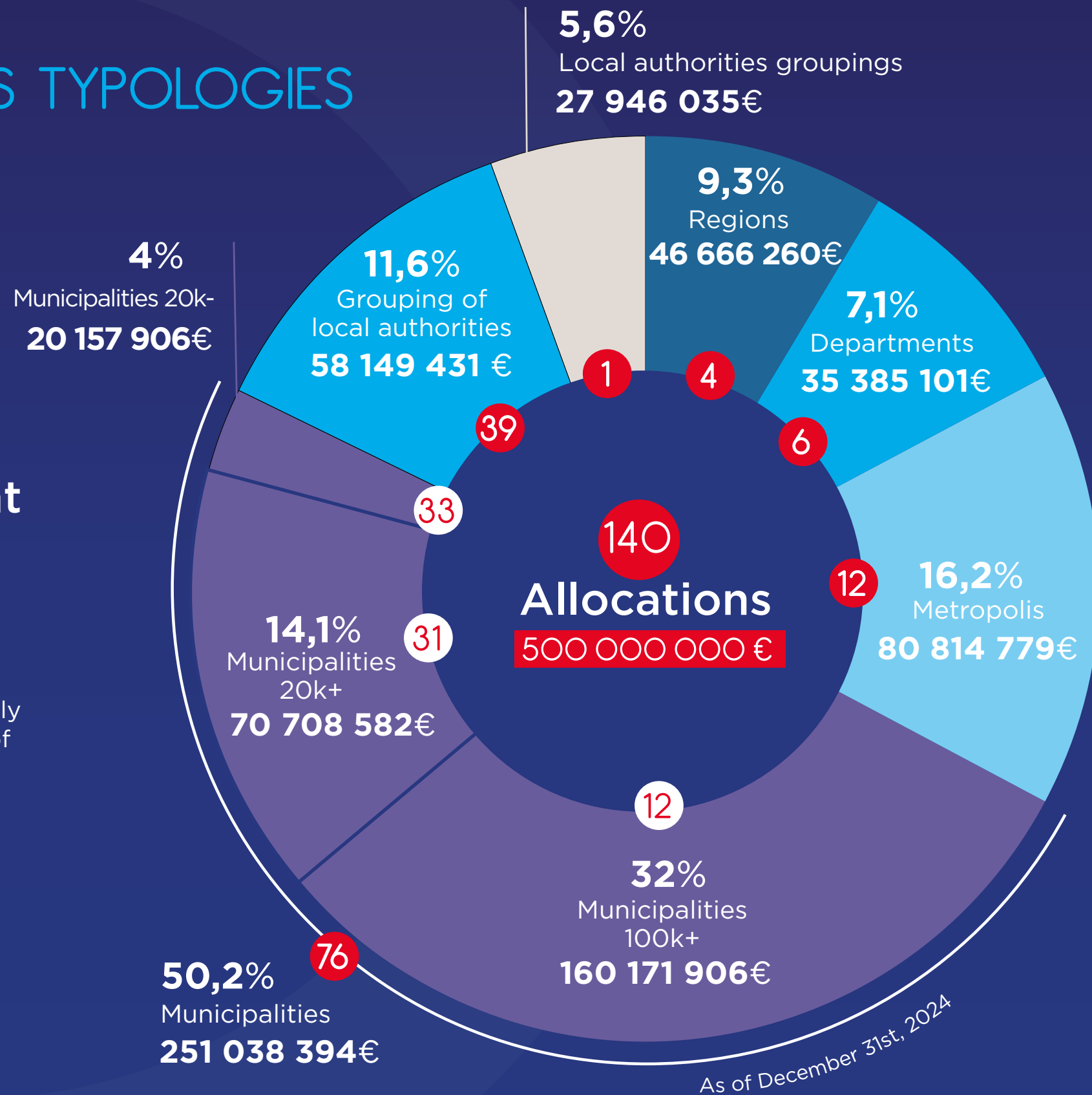
IMPACT REPORTING

LOCAL AUTHOTITIES TYPOLOGIES


Allocation by local government typologies

- Funds allocated to refinance loans granted to all the French local governments typologies and size, genuinely representing the spectrum of AFL borrowers.

1 number of entities



INVESTMENTS OF LOCAL AUTHORITIES ALLOCATED IN AFL SUSTAINABILITY BOND



PROJECT :
Construction of RUN'EVA household waste recycling centre covering the Reunion island needs

FRAMEWORK CATEGORY :
ENVIRONMENTAL AND ECOLOGICAL TRANSITION

11 SUSTAINABLE CITIES AND COMMUNITIES

12 RESPONSIBLE CONSUMPTION AND PRODUCTION

974

LOCAL AUTHORITY :
LOCAL AUTHORITY GROUPING OF TREATMENT AND VALORISATION OF HOUSEHOLD WASTE OF REUNION ISLAND

LOCATION :
OVERSEE TERRITORIES

TYPE :
LOCAL AUTHORITIES GROUPING



PROJECT :
Modernization of rail lines and purchase of new rolling stock

FRAMEWORK CATEGORY :
ENVIRONMENTAL AND ECOLOGICAL TRANSITION

9 INDUSTRY, INNOVATION AND INFRASTRUCTURE

11 SUSTAINABLE CITIES AND COMMUNITIES

LOCAL AUTHORITY :
REGION OCCITANIE

LOCATION :
OCCITANIE

TYPE :
REGION

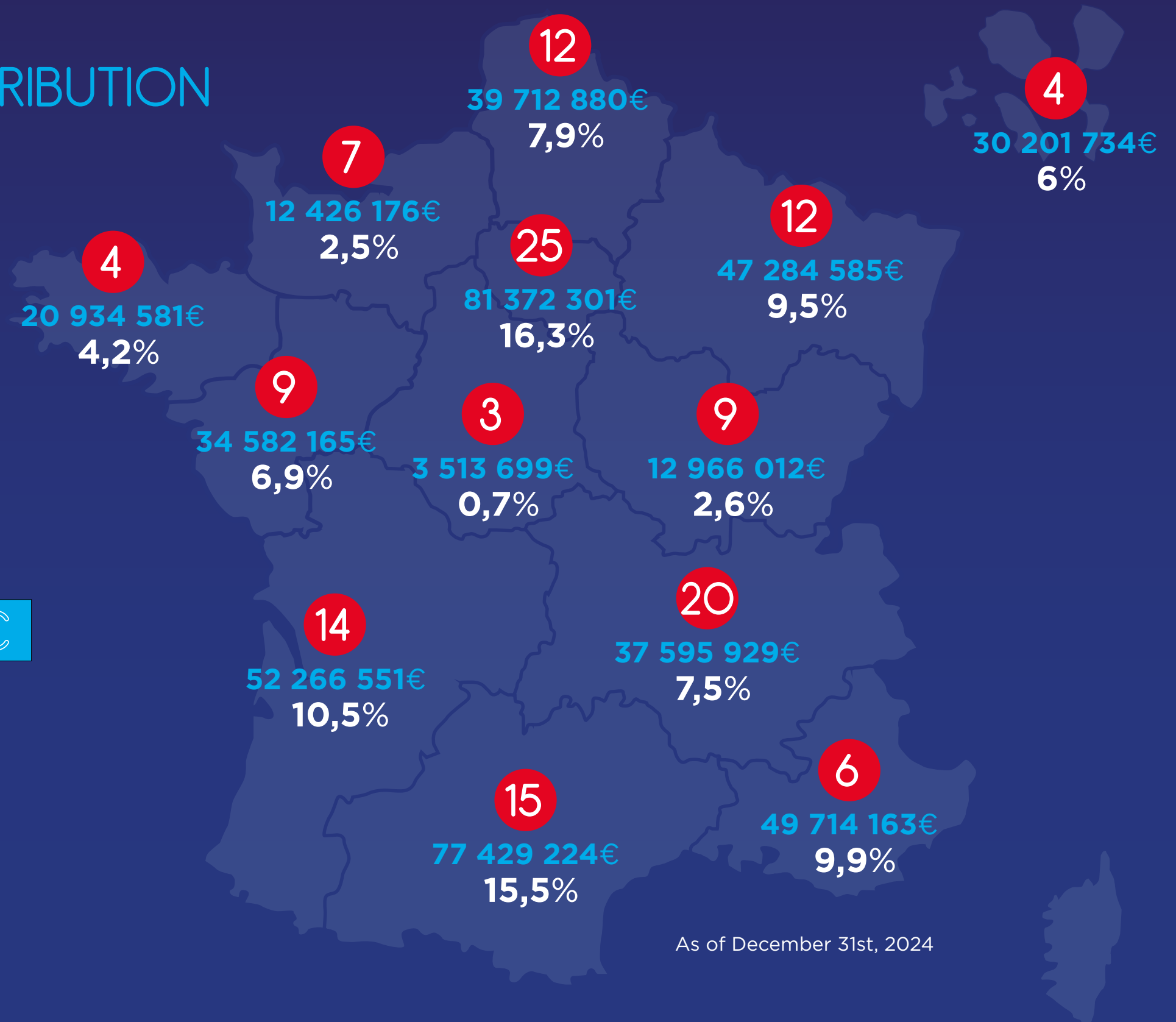
Geographical distribution of allocation

Total Amount

500 000 000 €

- Funds allocated to refinance loans granted in all of the French local territories (here represented by administrative regions), genuinely representing the geographical spectrum of AFL borrowers.

1 number of entities



As of December 31st, 2024

INVESTMENTS OF LOCAL AUTHORITIES ALLOCATED IN AFL SUSTAINABILITY BOND

Copyright : L'Eclaireur de Chanteaubriant



44 LOCAL AUTHORITY :
DEPARTMENT OF LOIRE-ATLANTIQUE

LOCATION :
PAYS DE LA LOIRE

TYPE :
DEPARTMENT

PROJECT :
**Global rehabilitation
of Le Galinet
secondary school in Blain**

FRAMEWORK CATEGORY :
ACCESS TO ESSENTIAL AND
BASIC SOCIAL SERVICES



03 LOCAL AUTHORITY :
DEPARTMENT OF ALLIER

LOCATION :
AUVERGNE-RHÔNE-ALPES

TYPE :
DEPARTMENT

PROJECT :
**Preservation of water
resources in the context
of diversification
of agricultural activities**

FRAMEWORK CATEGORY :
SUSTAINABLE INFRASTRUCTURE,
DEVELOPMENT OF CITIES AND
TERRITORIAL COHESION





Allocation in underserved areas*

- Funds allocated to refinance loans mainly granted to local governments located in Underserved areas (as per AFL assessment methodology)

* As per AFL assessment methodology

General vs conditionnal allocation

- Conditional eligible categories (only eligible for underserved areas) represent 25% of the overall amount of funds allocated

Local governments types	Non classified areas (in €)		Underserved areas (in €)		Total (in €)
Regions	46 666 260	100%	0	0%	46 666 260
Departments	14 990 995	42%	20 394 106	58%	35 385 101
Metropolis	44 355 484	55%	36 459 294	45%	80 814 779
Grouping of local authorities	49 707 148	85%	8 442 283	15%	58 149 431
Local authorities groupings	27 946 035	100%	0	0%	27 946 035
Municipalities	24 423 595	10%	226 614 799	90%	251 038 394
Municipalities 100k+	0	0%	160 171 906	100%	160 171 906
Municipalities 20k+	8 121 082	11%	62 587 500	89%	70 708 582
Municipalities 20k-	16 302 513	81%	3 855 393	19%	20 157 906
Total	208 089 518	42%	291 910 482	58%	500 000 000

As of December 31st, 2024

(in €)	Full eligible categories		Conditional eligible categories		Total	
Non classified areas	208 089 518	42%			208 089 518	42%
Underserved areas	196 393 952	39%	95 516 530	19%	291 910 482	58%
Total	404 483 470	81%	95 516 530	19%	500 000 000	100%

As of December 31st, 2024

INVESTMENTS OF LOCAL AUTHORITIES ALLOCATED IN AFL SUSTAINABILITY BOND



76

**LOCAL
AUTHORITY :**
METROPOLIS ROUEN
NORMANDIE

LOCATION :
NORMANDIE


TYPE :
METROPOLIS

PROJECT :
Thermal rehabilitation of
social housing in urban
renewal districts

FRAMEWORK CATEGORY :
SUSTAINABLE INFRASTRUCTURE,
DEVELOPMENT OF CITIES AND
TERRITORIAL COHESION

11 SUSTAINABLE CITIES
AND COMMUNITIES





Copyright : JB Menges

33

**LOCAL
AUTHORITY :**
METROPOLIS OF
BORDEAUX


LOCATION :
NOUVELLE
AQUITAINE

TYPE :
METROPOLIS


PROJECT :
Increase of
the Bordeaux Surcouf
waste recycling center

FRAMEWORK CATEGORY :
ENVIRONMENTAL AND
ECOLOGICAL TRANSITION

11 SUSTAINABLE CITIES
AND COMMUNITIES



12 RESPONSIBLE
CONSUMPTION
AND PRODUCTION





IMPACT REPORTING

NUMBER OF INHABITANTS IMPACTED



Number of inhabitants impacted in main entities

Geographic location	Regions	Departments	Metropolis
Auvergne - Rhône-Alpes		347 035	1 698 224
Bourgogne Franche-Comté		569 531	
Bretagne			670 806
Centre Val de Loire			
Grand Est			760 412
Hauts de France		546 527	1 341 284
Ile de France		2 940 732	
Normandie			497 180
Nouvelle Aquitaine			802 350
Occitanie			780 995
Oversee territories			
Pays de la Loire		1 423 152	658 356
Sud			
Total	18 357 913	5 826 977	7 209 607

NB : no sum computing by localisation as double counting may occur (e.g. in case of allocation to both a department and its regions - being 2 separate legal entities)

Number of inhabitants impacted in municipalities and groupings of municipalities

Metropolis	Grouping of local authorities	Municipalities 100k+	Municipalities 20k+	Municipalities 20k-	Total
1 698 224	412 368	467 521	75 191	70 499	2 723 803
	192 032		81 776	22 939	296 747
670 806	66 169	229 178			966 153
	108 871	140 116		3 777	252 764
760 412	143 952	416 943	34 352	18 956	1 374 615
1 341 284	436 223	136 265	43 371	30 153	1 987 296
	1 864 123	112 027	634 234	41 497	2 651 881
497 180	105 929		153 722	4 977	761 808
802 350	715 876	265 255	130 088	33 984	1 947 553
780 995	216 053	509 200	40 627	53 676	1 600 551
	345 116		35 680		380 796
658 356	129 697		100 873	22 081	911 007
	189 028	879 238	45 246	18 695	1 132 207
7 209 607	4 925 437	3 155 743	1 375 160	321 234	16 987 181

NB : double counting avoiding by excluding inhabitants counting of municipalities when their related Metropolis or grouping is already allocated.

INVESTMENTS OF LOCAL AUTHORITIES ALLOCATED IN AFL SUSTAINABILITY BOND



75

**LOCAL
AUTHORITY :**
MUNICIPALITY OF MONTREUIL

LOCATION :
ILE DE FRANCE

TYPE :
MUNICIPALITY

PROJECT :
**Planting trees to create
islands of coolness
in the city's districts**

FRAMEWORK CATEGORY :
SUSTAINABLE INFRASTRUCTURE,
DEVELOPMENT OF CITIES AND
TERRITORIAL COHESION



71

**LOCAL
AUTHORITY :**
MUNICIPALITY OF
CHALON SUR SAÔNE

LOCATION :
BOURGOGNE-
FRANCHE-COMTÉ

TYPE :
MUNICIPALITY

PROJECT :
**Renovation of the roof
at the Charreaux school**

FRAMEWORK CATEGORY :
ACCESS TO ESSENTIAL AND
BASIC SOCIAL SERVICES





IMPACT REPORTING

CONTRIBUTION TO UN SDGS

Contribution
of the proceeds
to the relevant
**UN Sustainable
Development
Goals (SDGs)**

As of December 31st, 2024

2,4%		12 224 628 €
0,4%		1 845 984 €
49,1%		245 362 862 €
4,3%		21 370 481 €
0%		22 941 €
0,6%		2 767 096 €
8,9%		44 531 711 €
8,8%		44 063 472 €
20,8%		104 084 183 €
4,7%		23 726 642 €



INVESTMENTS OF LOCAL AUTHORITIES ALLOCATED IN AFL SUSTAINABILITY BOND

Copyright : Daniel Gilet



01

LOCAL AUTHORITY :
AGGLOMERATION
COMMUNITY OF BASSIN
DE BOURG-EN BRESSE

LOCATION :
AUVERGNE-RHÔNE-ALPES

TYPE :
GROUPING OF LOCAL
AUTHORITIES

PROJECT :
**Construction of
a greenway
to promote cycling**

FRAMEWORK CATEGORY :
ENVIRONMENTAL AND
ECOLOGICAL TRANSITION



62

LOCAL AUTHORITY :
AGGLOMERATION
COMMUNITY OF PAYS
DE SAINT-OMER

LOCATION :
HAUTS-DE-FRANCE

TYPE :
GROUPING OF LOCAL
AUTHORITIES

PROJECT :
**Revegetation and tree
planting work
to create a cool island
in the Montaigne schoolyard**

FRAMEWORK CATEGORY :
SUSTAINABLE INFRASTRUCTURE,
DEVELOPMENT OF CITIES AND
TERRITORIAL COHESION



An aerial photograph of a city, likely Strasbourg, France, featuring a prominent Gothic cathedral (Strasbourg Cathedral) with a tall spire. The city is built along a river (the Ill), with numerous historic buildings and a bridge visible. The background shows rolling hills under a clear sky. A large blue circle is overlaid on the center of the image, containing text and a red location pin icon at the top.

07

Reporting on use
of proceeds
Sustainability bond #3
(October 2024)

Allocation coverage

Proceeds Total Amount

500 000 000 €

Amount used for refinancing

100%

500 000 000 €

Amount used for new loans

0%

0 €

As of December 31st, 2024

Refinancing share

Proceeds Total Amount

500 000 000 €

Amount used for refinancing

100%

500 000 000 €

Amount used for new loans

0%

0 €

As of December 31st, 2024

ALLOCATION REPORTING FRAMEWORK ALIGNMENT

Funds distributed per Eligible categories

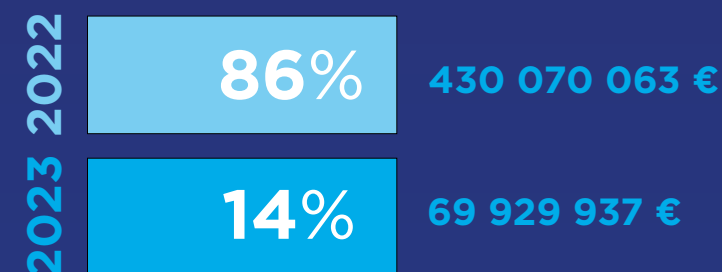
Framework categories	Allocation (in €)	Share
Access to essential and basic social services	313 444 813	62,7%
Education & Culture	270 418 911	54,1%
Employment	20 693 702	4,1%
Access to essential health services	2 905 133	0,6%
Social inclusion	19 427 066	3,9%
Energy and ecological transition	71 653 686	14,3%
Low-carbon public transportation	44 046 910	8,8%
Pollution Prevention & Control	27 274 545	5,5%
Renewable Energy	332 231	0,1%
Sustainable Infrastructure, development of cities and territorial cohesion	114 901 501	23%
Sustainable water and wastewater management	16 272 813	3,3%
Affordable Housing	50 312 168	10,1%
Affordable and sustainable infrastructure	48 316 520	9,7%
Total	500 000 000	100%

As of December 31st, 2024

- Funds allocated to all the AFL Sustainability Bond Framework categories and subcategories, genuinely representing the typical investment scope of French local governments.



Reference year of loan origination



TOTAL : 500 000 000 €

As of December 31st, 2024

- Aligned with AFL Sustainability Bond Framework, Funds allocated to refinance eligible assets in a lookback period of 3 years to the issuance year.

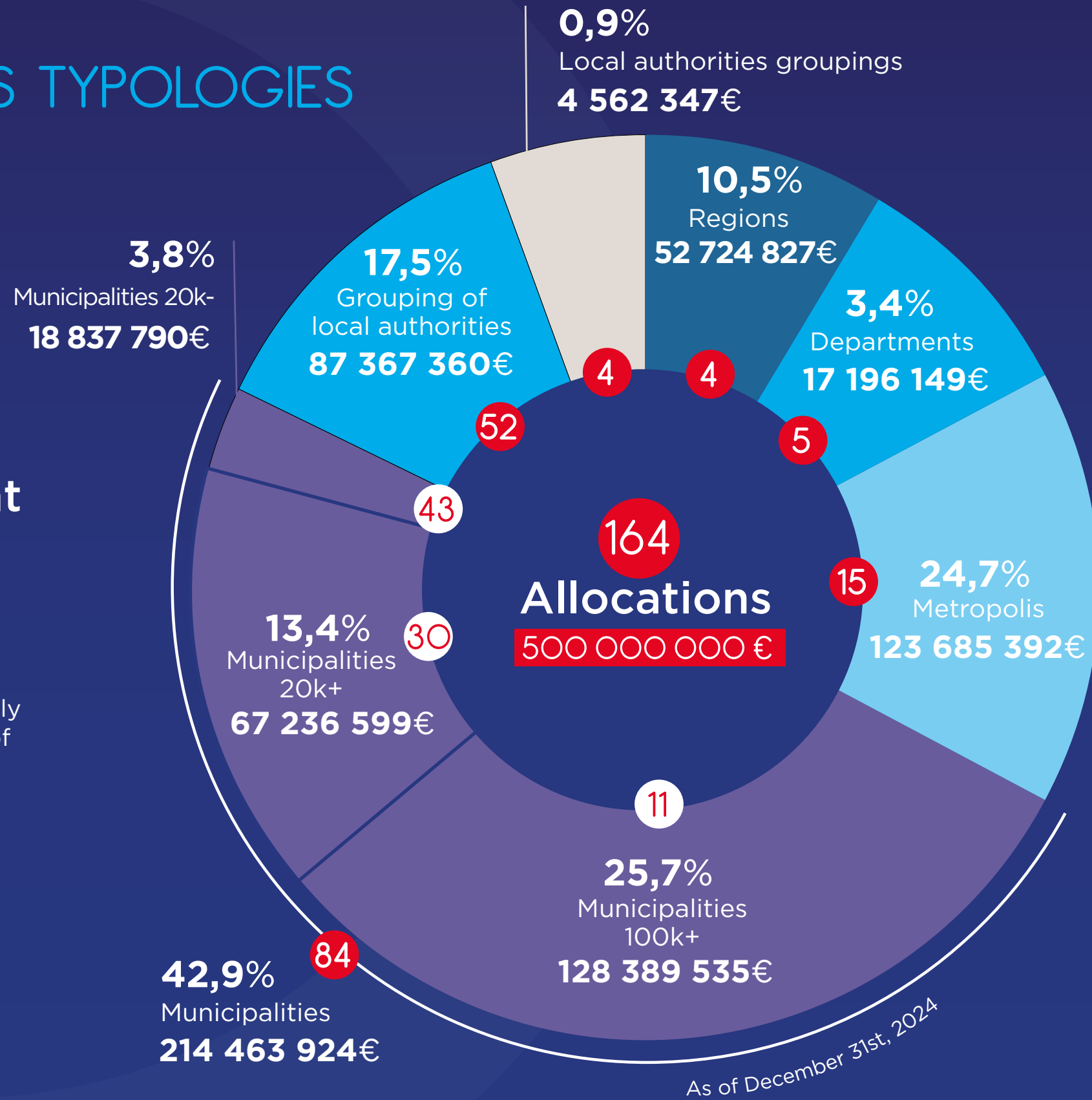
IMPACT REPORTING

LOCAL AUTHOTITIES TYPOLOGIES

Allocation by local government typologies

- Funds allocated to refinance loans granted to all the French local governments typologies and size, genuinely representing the spectrum of AFL borrowers.

1 number of entities



INVESTMENTS OF LOCAL AUTHORITIES ALLOCATED IN AFL SUSTAINABILITY BOND



34

**LOCAL
AUTHORITY :**
INTER-MUNICIPAL UNION
FOR HOUSEHOLD WASTE
COLLECTION AND TREATMENT
IN AGDE PEZENAS

LOCATION :
OCCITANIE

TYPE :
GROUPING OF LOCAL
GOVERNMENTS

PROJECT :
**Construction of the new
generation sorting centre
“Oekotri”**

FRAMEWORK CATEGORY :
ENERGY AND ECOLOGICAL
TRANSITION, INNOVATION
AND INFRASTRUCTURE



© TNA Architectes



80

**LOCAL
AUTHORITY :**
AMIENS
METROPOLIS

LOCATION :
HAUTS-DE-FRANCE

TYPE :
METROPOLIS

PROJECT :
**Refurbishment of the
Nautilus swimming pool**

FRAMEWORK CATEGORY :
ACCESS TO ESSENTIAL AND BASIC
SOCIAL SERVICES, INNOVATION
AND INFRASTRUCTURE



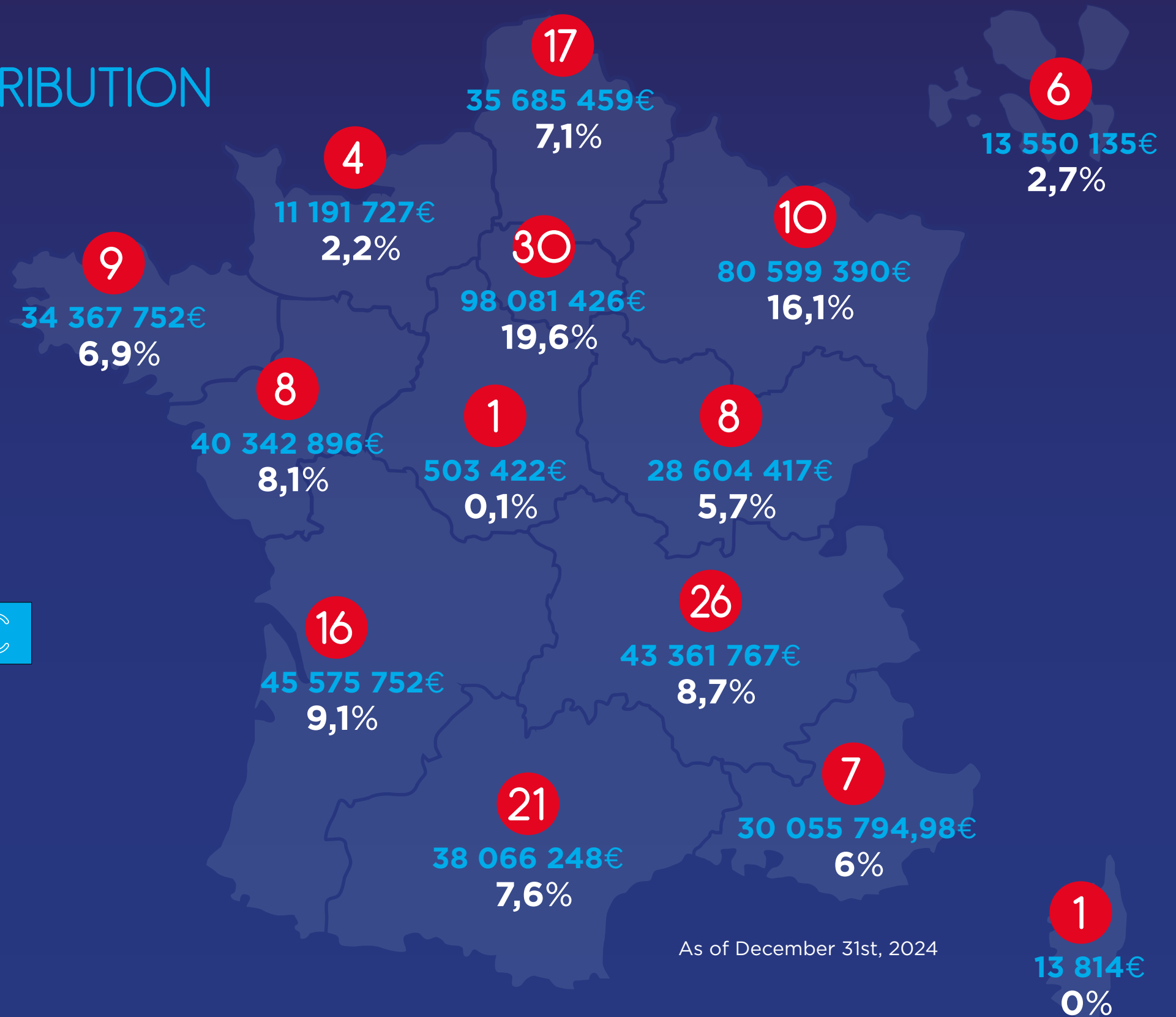
Geographical distribution of allocation

Total Amount

500 000 000 €

- Funds allocated to refinance loans granted in all of the French local territories (here represented by administrative regions), genuinely representing the geographical spectrum of AFL borrowers.

1 number of entities



As of December 31st, 2024

INVESTMENTS OF LOCAL AUTHORITIES ALLOCATED IN AFL SUSTAINABILITY BOND



54

**LOCAL
AUTHORITY :**
GREATER NANCY

LOCATION :
GRAND EST

TYPE :
METROPOLIS

PROJECT :
Transformation of the Nancy
Centre Gare neighbourhood

FRAMEWORK CATEGORY :
SUSTAINABLE CITIES
AND COMMUNITIES



© Philippe Gisselbrecht



57

**LOCAL
AUTHORITY :**
MUNICIPALITY
OF METZ

LOCATION :
GRAND EST

TYPE :
MUNICIPALITIES

PROJECT :
Creation of
an eco-neighbourhood

FRAMEWORK CATEGORY :
SUSTAINABLE CITIES
AND COMMUNITIES



IMPACT REPORTING

UNDERSERVED AREAS



Allocation in underserved areas*

- Funds allocated to refinance loans mainly granted to local governments located in Underserved areas (as per AFL assessment methodology)

* As per AFL assessment methodology

General vs conditionnal allocation

- Conditional eligible categories (only eligible for underserved areas) represent 25% of the overall amount of funds allocated

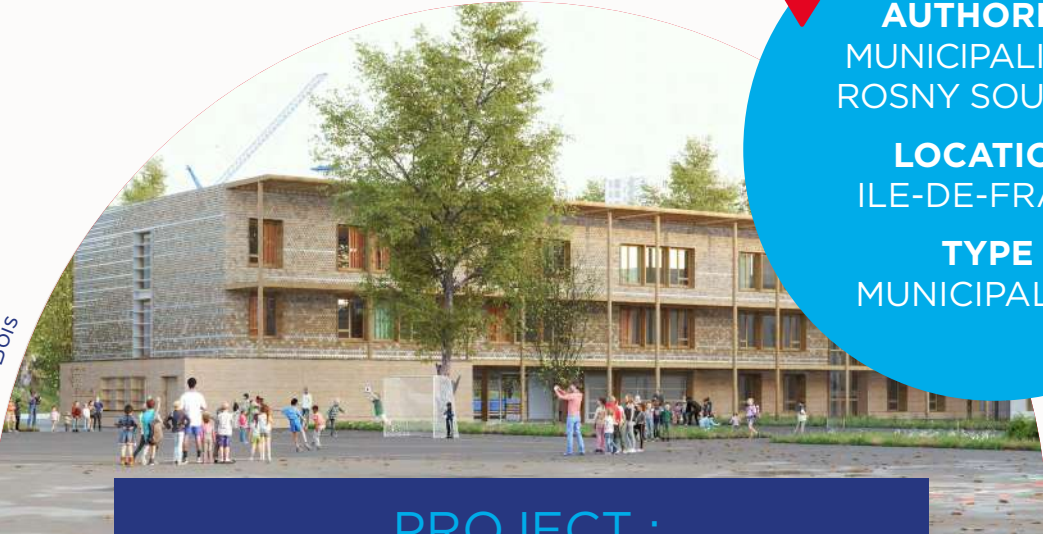
Local governments types	Non classified areas (in €)		Underserved areas (in €)		Total (in €)
Regions	52 724 827	100%	0	0%	52 724 827
Departments	13 529 483	79%	3 666 666	21%	17 196 149
Metropolis	62 031 810	50%	61 653 583	50%	123 685 392
Grouping of local authorities	65 365 463	75%	22 001 897	25%	87 367 360
Local authorities groupings	4 562 347	100%	0	0%	4 562 347
Municipalities	36 451 415	17%	178 012 509	83%	214 463 924
Municipalities 100k+	0	0%	128 389 535	100%	128 389 535
Municipalities 20k+	25 889 566	39%	41 347 033	61%	67 236 599
Municipalities 20k-	10 561 849	56%	8 275 941	44%	18 837 790
Total	234 665 345	47%	265 334 655	53%	500 000 000

As of December 31st, 2024

(in €)	Full eligible categories		Conditional eligible categories		Total	
Non classified areas	234 665 345	47%			234 665 345	47%
Underserved areas	196 324 433	39%	69 010 222	14%	265 334 655	53%
Total	430 989 778	86%	69 010 222	14%	500 000 000	100%

As of December 31st, 2024

INVESTMENTS OF LOCAL AUTHORITIES ALLOCATED IN AFL SUSTAINABILITY BOND



© Rosny-sous-Bois

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**LOCAL
AUTHORITY :**
MUNICIPALITY OF
ROSNY SOUS BOIS

LOCATION :
ILE-DE-FRANCE


TYPE :
MUNICIPALITIES

PROJECT :
**Eco-renovation of
the Felix Eboué School**

FRAMEWORK CATEGORY :
ACCESS TO ESSENTIAL AND BASIC
SOCIAL SERVICES, INNOVATION
AND INFRASTRUCTURE


9

INDUSTRY, INNOVATION
AND INFRASTRUCTURE



11

SUSTAINABLE CITIES
AND COMMUNITIES





© Commune de Bergerac

24

**LOCAL
AUTHORITY :**
MUNICIPALITY OF
BERGERAC

LOCATION :
NEW AQUITAINE
REGION

TYPE :
MUNICIPALITIES

PROJECT :
**Construction of
an event centre**

FRAMEWORK CATEGORY :
ACCESS TO ESSENTIAL AND BASIC
SOCIAL SERVICES, INNOVATION
AND INFRASTRUCTURE

9

INDUSTRY, INNOVATION
AND INFRASTRUCTURE



IMPACT REPORTING

NUMBER OF INHABITANTS IMPACTED

Number of inhabitants impacted in main entities

Geographic location	Regions	Departments	Metropolis
Auvergne - Rhône-Alpes			2 148 850
Bourgogne Franche-Comté			
Bretagne			670 806
Centre Val de Loire			
Corse			
Grand Est		192 588	760 412
Hauts de France		546 527	1 535 568
Ile de France		1 310 599	
Normandie			497 180
Nouvelle Aquitaine			802 350
Occitanie		1 385 122	780 995
Oversee territories			
Pays de la Loire		1 423 152	658 356
Sud			1 900 023
Total	18 481 850	4 857 988	9 754 540

NB : no sum computing by localisation as double counting may occur (e.g. in case of allocation to both a department and its regions - being 2 separate legal entities)

Number of inhabitants impacted in municipalities and groupings of municipalities

Metropolis	Grouping of local authorities	Municipalities 100k+	Municipalities 20k+	Municipalities 20k-	Total
2 148 850	654 960	317 691	75 191	94 518	3 291 210
	280 489		46 538	17 887	344 914
670 806	169 581	229 178	65 875	23 605	1 159 045
	108 871				108 871
	88 508				
760 412	32 752	416 943	29 829	3 930	1 243 866
1 535 568	692 636		99 314	29 977	2 357 495
	2 288 553	226 809	713 780	76 373	3 305 515
497 180	47 954			23 263	568 397
802 350	644 465	265 255	130 088	42 180	1 884 338
780 995	254 922	509 200	40 627	50 250	1 635 994
	408 419		35 680	11 027	455 126
658 356	129 697	328 144	117 480		1 233 677
1 900 023	239 905	879 238	45 246	4 023	3 068 435
9 754 540	6 041 712	3 172 458	1 399 648	377 033	20 745 391

NB : double counting avoiding by excluding inhabitants counting of municipalities when their related Metropolis or grouping is already allocated.

INVESTMENTS OF LOCAL AUTHORITIES ALLOCATED IN AFL SUSTAINABILITY BOND



© Communauté de communes Cœur de Savoie

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**LOCAL
AUTHORITY :**
CŒUR DE SAVOIE
COMMUNITY OF
MUNICIPALITIES

LOCATION :
AUVERGNE-RHÔNE-ALPES

TYPE :
GROUPING OF LOCAL
GOVERNMENTS

PROJECT :
**Development of
the Carouge business park
in Saint-Pierre-d’Albigny**

FRAMEWORK CATEGORY :
INNOVATION AND INFRASTRUCTURE



© Laurent Estreboou



17

**LOCAL
AUTHORITY :**
NEW AQUITAINE
REGION

LOCATION :
AQUITAINE

TYPE :
REGION

PROJECT :
**Greening regional buses
in Charente-Maritime**

FRAMEWORK CATEGORY :
ENERGY AND ECOLOGICAL TRANSITION,
RESPONSIBLE CONSUMPTION
AND PRODUCTION



07

IMPACT REPORTING

CONTRIBUTION TO UN SDGS

Contribution
of the proceeds
to the relevant
**UN Sustainable
Development
Goals (SDGs)**

As of December 31st, 2024

1,9%	1 NO POVERTY	9 713 533 €
0,6%	3 GOOD HEALTH AND WELL-BEING	2 905 133 €
54,1%	4 QUALITY EDUCATION	270 418 911 €
3,3%	6 CLEAN WATER AND SANITATION	16 272 813 €
0,1%	7 AFFORDABLE AND CLEAN ENERGY	332 231 €
1,4%	8 DECENT WORK AND ECONOMIC GROWTH	6 897 901 €
9%	9 INDUSTRY, INNOVATION AND INFRASTRUCTURE	44 531 711 €
6,5%	10 REDUCED INEQUALITIES	32 716 940 €
20,4%	11 SUSTAINABLE CITIES AND COMMUNITIES	102 078 402 €
2,7%	12 RESPONSIBLE CONSUMPTION AND PRODUCTION	13 637 273 €



INVESTMENTS OF LOCAL AUTHORITIES ALLOCATED IN AFL SUSTAINABILITY BOND

© CD55



55

**LOCAL
AUTHORITY :**
DEPARTMENT
OF MEUSE

LOCATION :
GRAND EST

TYPE :
DEPARTMENT

PROJECT :
**Methane production
plant**

FRAMEWORK CATEGORY :
ENERGY AND ECOLOGICAL
TRANSITION



© wCommunauté Urbaine de Dunkerque



87

**LOCAL
AUTHORITY :**
URBAN COMMUNITY
OF DUNKIRK

LOCATION :
HAUTS-DE-FRANCE

TYPE :
GROUPING OF LOCAL
GOVERNMENTS

PROJECT :
**Construction
of a waste sorting
centre**

FRAMEWORK CATEGORY :
ENERGY AND ECOLOGICAL
TRANSITION





External review & contacts



KPMG S.A.
Tour Egho
2 avenue Gambetta
CS 60055
92066 Paris la Défense Cedex

Agence France Locale

Limited assurance report by one of the statutory auditors on selected information published in the Sustainable Bond Report as of December 31, 2024, related to the Sustainable Bond issuances by Agence France Locale in July 2020, January 2022 and October 2024

Year ended December 31st 2024
Agence France Locale

112, rue Garibaldi, 69006 Lyon

KPMG S.A., a French audit and accounting limited liability company registered with the Paris Association of Chartered Accountants under n°14-30080101 and a member of the Regional Association of statutory auditors of Versailles and Centre.
A French company, member firm of the KPMG global organization of independent member firms affiliated with KPMG International Limited, a Private English company limited by guarantee.

Public limited company with board of directors
KPMG S.A.
Tour Egho
2 avenue Gambetta
CS 60055
92066 Paris la Défense Cedex
Capital : 5 497 100 €
775 726 417 RCS Nanterre



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2 avenue Gambetta
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Agence France Locale

112, rue Garibaldi, 69006 Lyon

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Year ended December 31st 2024

To the President of Agence France Locale,

In our capacity as statutory auditor, and appointed, as external reviewer of Sustainable Bond Allocation Report (the “**Report**”) of Agence France Locale (the “**Company**”), and in accordance with your request, we have undertaken a limited assurance engagement on the following information detailed in the Report (“**the Information**”), available on the company website¹:

- the allocation, as of December 31st, 2024, of funds raised by Agence France Locale, through the Sustainable Bonds issued in July 2020, January 2022 and October 2024 (the “**Issuing**”) contained in the Sustainable Bond Allocation Report,
- the loans refinanced by the Issuing and identified as eligible by the Company (“**Refinanced loans**”).

The Information has been prepared in the context of the “Sustainability Bond Framework” (the “**Framework**”) defined by the Company, and available on the Company’s website.

Conclusion

Based on the procedures we performed, as described under the “Nature and scope of procedures” paragraph, and the evidence we obtained, nothing has come to our attention that causes us to believe that the Information is not prepared, in all material respects, in accordance with the Framework, available on the Company’s website.

Preparation of the Information

The absence of a commonly used and generally accepted reporting framework or of a significant body of established practices on which to draw to assess and measure the Information allows for different, but acceptable, measurement techniques that can affect comparability between entities and over time.

Consequently, the Information needs to be read and understood together with the Sustainable Bond Framework.

¹ <https://www.agence-france-locale.fr/en/discover-afl/esg/responsible-bank/sustainable-finance/>

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92066 Paris la Défense Cedex
Capital : 5 497 100 €
775 726 417 RCS Nanterre



Responsibility of the Company

Management of the Agence France Locale is responsible for:

- selecting or establishing suitable criteria for preparing the Information,
- selecting the Refinanced loans regarding the eligible criteria,
- preparing the Information in accordance with the Issuing as well as the Framework,
- designing, implementing, and maintaining internal control over information relevant to the preparation of the Information that is free from material misstatement, whether due to fraud or error.

Our responsibilities

Based on our work, our responsibility is to provide a report expressing a limited assurance conclusion on the fact that the Information is free from material misstatement, whether due to fraud or error, and has been prepared, in all material respects, in accordance with the Framework.

As we are engaged to form an independent conclusion on the Information as prepared by management, we are not permitted to be involved in the preparation of the Information as doing so may compromise our independence

It is not our responsibility to:

- challenge the eligibility criteria as defined in the Framework, and, in particular, we give no interpretation on the final terms of this Framework,
- form an opinion on the effective use of the funds allocated to the Refinanced loans after such funds were allocated,
- verify the accuracy of the impact indicators related to the Refinanced loans.

Applicable professional guidance

We performed our limited assurance engagement in accordance with the professional guidance issued by the French Institute of statutory auditors (Compagnie nationale des commissaires aux comptes “CNCC”) applicable to such engagement and international standard ISAE 3000 (revised)².

Our independence and quality control

Our independence is defined by the provisions of Article L. 821-28 of the French Commercial Code and the French Code of Ethics for Statutory Auditors (*Code de déontologie*) of our profession. In addition, we have implemented a system of quality control including documented policies and procedures aimed at ensuring compliance with applicable legal and regulatory requirements, ethical requirements and the professional guidance issued by the French Institute of Statutory Auditors (*Compagnie Nationale des Commissaires aux Comptes*) relating to this engagement.

Means and resources

Our work was carried out by an independent and multidisciplinary team including specialists in sustainable development and corporate social responsibility.

² ISAE 3000 (Revised) - *Assurance Engagements Other Than Audits or Reviews of Historical Financial Information*

Agence France Locale

Limited assurance report by one of the statutory auditors on selected informations published in the Sustainable Bond Allocation Report as of December 31, 2024, related to the Sustainable Bond issuances by Agence France Locale in July 2020, January 2022 and October 2024.

Year ended December 31st 2024



Nature and scope of procedures

We are required to plan and perform our work to address the areas where we have identified that a material misstatement of the Information is likely to arise.

To assess this risk, we took into account the Company's internal controls on the preparation of the Information in order to design appropriate assurance procedures, and not with the purpose of expressing a conclusion as to the effectiveness of the Company's internal control system.

The procedures we performed were based on our professional judgment. In carrying out our limited assurance engagement on the Information:

- we identified and conducted several interviews with the persons responsible for the collect of the Information, with the Directions in charge of overseeing the collect of the Information and, where appropriate, with those responsible for internal control and risk management procedures,
- we assessed the suitability of the procedures used by the Company to report the Information with respect to their relevance, completeness, reliability, neutrality and understandability, taking into account, where appropriate, best practices within the sector,
- we verified the existence of internal control and risk management procedures implemented by the Company,
- we reviewed the processes used for data collection, aggregation, processing, monitoring and control, in particular the procedures relating to the allocation of funds as of December 31st, 2024,
- on the basis of a representative sample of Refinanced loans:
 - verify the eligibility of these loans with regard to the eligibility criteria defined in the Framework,
 - verify the concordance of the amounts of the loans as of December 31st, 2024, with the accounts and the data underlying the accounts,
- verify that the amount of funds allocated to the loans is less than or equal to the amount of these loans as of December 31st, 2024.

The procedures performed in a limited assurance review are less in extent than for a reasonable assurance opinion in accordance with the professional guidance of the French Institute of Statutory Auditors (*Compagnie Nationale des Commissaires aux Comptes*), a higher level of assurance would have required us to carry out more extensive procedures.

This report has been prepared within the context described above and may not be used, distributed or referred to for any other purpose.

Paris La Défense, January 09th, 2026

KPMG S.A.

Signé par :

 9A79B510E3DB4F0...
 Sophie Meddouri
 Partner

DocuSigned by:

 C9E45B3E8516444...
 Brice Javaux
 ESG Expert

Agence France Locale

Limited assurance report by one of the statutory auditors on selected informations published in the Sustainable Bond Allocation Report as of December 31, 2024, related to the Sustainable Bond issuances by Agence France Locale in July 2020, January 2022 and October 2024.

Year ended December 31st 2024



YOUR CONTACTS AT AFL



Jérôme BESSET
Executive Director
Sustainable Bond structuring
and management



Romain NETTER
Executive Director
Medium and Long-Term Funding



Yves MILLARDET
Chairman of the Executive Board



Christophe COSTES
Executive Director
Head of Communication



Thiebaut JULIN
Chief Financial Officer and
Member of the Executive board



Maelien BOREL
Funding officer – Medium and
Long-Term Funding



AFL

**SUSTAINABILITY BOND
ALLOCATION & IMPACT
REPORTS**

2025