

SFIL GROUP GREEN BOND REPORTING

NOVEMBER 2020



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Local

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AGENDA

1. Financing a Sustainable Future

SFIL role and ESG strategy

2. Green Bond Program

eligible project categories, partnership with La Banque Postale, framework, transaction summary

3. Allocation Reporting

EUR 750 m CAFFIL Green Bond 2029, distribution by year of transfer, regional distribution, green finance for small projects, distribution by category

4. Impact Reporting

calculation methodology, territorial mobility & soft urban transport, sustainable water & sanitation, climate change adaptation, waste management & valuation, renewable energy, energy efficiency of construction & urban development

5. Appendix

The objective of this report is to provide investors with an overview about the allocation of the EUR 750 m Green Bond transaction issued by CAFFIL in November 2019.

The report provides details about the allocation including the distribution by borrower type, by geography and by category.

In addition, the report provides an overview of the environmental impact of the investments that have been financed.

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FINANCING A SUSTAINABLE FUTURE

SFIL ROLE AND ESG STRATEGY

As a **signatory of the United Nations Global Compact**, SFIL contributes to the achievement of key Sustainable Development Goals.

As leading lender since 2015 to the French local public sector, SFIL plays a central role for the financing of **schools and nurseries, local public transport and public healthcare facilities**

The export financing activity is limited to loans compliant with OECD **environmental and social guidelines**. For sensitive projects a social and environmental **impact analysis is publicly available**, projects **based on coal energy are excluded** from the French public guarantee mechanism.

A first carbon footprint assessment has been put in place in 2019. SFIL has the ambition to **achieve a 15% reduction in its carbon footprint** over the coming years



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GREEN BOND PROGRAM

ELIGIBLE PROJECT CATEGORIES

The green bond framework has been set up to finance green investments by French local authorities.

The eligible project categories have been defined to include the key area for green investments by local authorities.

Overall, local authorities in France are in charge of more than 80%* of all public investments for environmental protection.

Territorial mobility & Soft urban transport



Sustainable water & sanitation and Climate change adaptation



Waste management & valuation



Renewable energy



Energy efficiency of building construction & Urban development

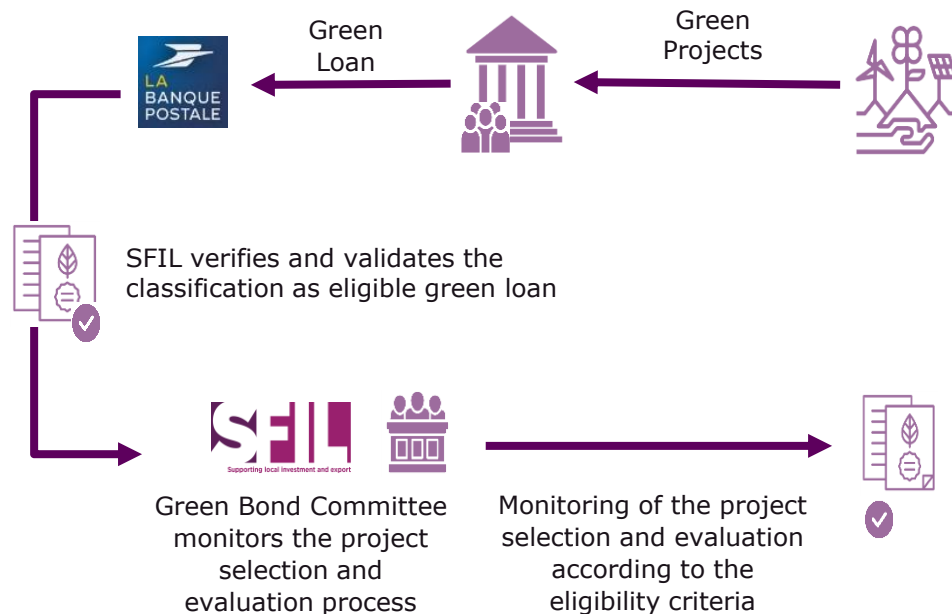


* Source Eurostat (2018 figures)

GREEN BOND PROGRAM

PARTNERSHIP WITH LA BANQUE POSTALE

At operational level La Banque Postale offers green loans for the financing of eligible projects to French local public authorities



Green loans are provided in partnership with La Banque Postale and are systematically proposed to finance eligible green investments by local authorities.

The eligibility of these loans is again verified by SFIL Group.

Reporting and asset selection are validated by the SFIL Group Green Bond Committee.

In addition, the Green Bond Committee is responsible for revisions to the asset selection process and any revisions to the framework

GREEN BOND PROGRAM FRAMEWORK

Use of proceeds

Green bond proceeds will be used to finance and/or refinance Eligible Green Loans which belong to the Eligible Green Loan Categories.

Process for Project Evaluation and Selection

At operational level, La Banque Postale offers green loans for the financing of eligible projects to French local public authorities. SFIL **verifies and validates the classification as eligible green loan**, the Green Bond committee monitors the project selection and evaluation process according to the eligibility criteria.

Management of proceeds

Internal systems track the use of proceeds of the green bonds and monitor the Eligible Green Loans. Green Bonds are managed under a **transaction by transaction approach**, ensuring each transaction is allocated to a dedicated set of "Eligible Green Loans".

Reporting

Allocation reporting will be available within one year from the date of issuance and annually thereafter until full allocation. In addition, SFIL will report on **environmental impact indicators**.

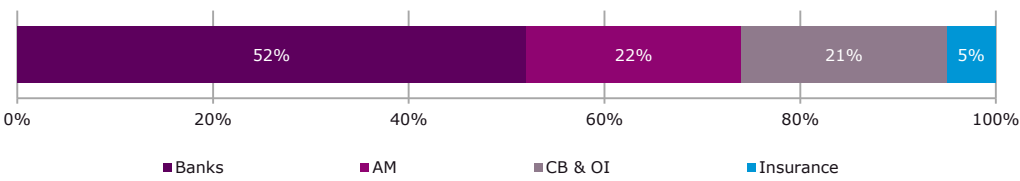
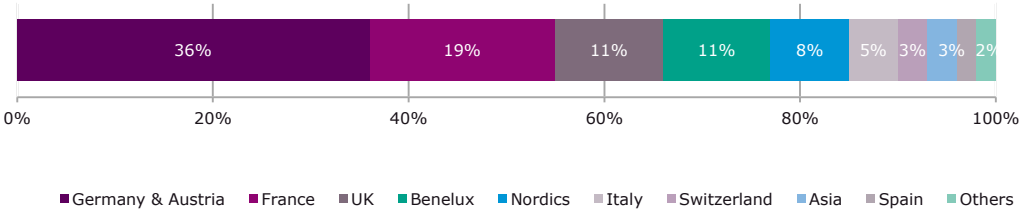
"Sustainalytics is of the opinion that the SFIL Group Green Bond Framework is credible and impactful and aligns with the four core components of the Green Bond Principles 2018 and Green Loan Principles 2018".



GREEN BOND PROGRAM

INAUGURAL TRANSACTION SUMMARY

Issuer	CAFFIL
Volume	EUR 750 m
ISIN	FR0013459757
Coupon	0.100%
Trade date	05/11/2019
Maturity date	13/11/2029
Reoffer Spread	MS +2 BP
	OAT +13 BP
Reoffer Yield	0.112%



In November 2019, SFIL Group issued its inaugural Green Bond under covered bond format via CAFFIL.

The orderbook exceeded EUR 3 billion after less than two hours with the participation of over 100 investors.

38% of the transaction was allocated to sustainability driven investors.

This was the first green bond transaction exclusively dedicated to the financing of green investments by French local authorities and the first ever green public sector covered bond.

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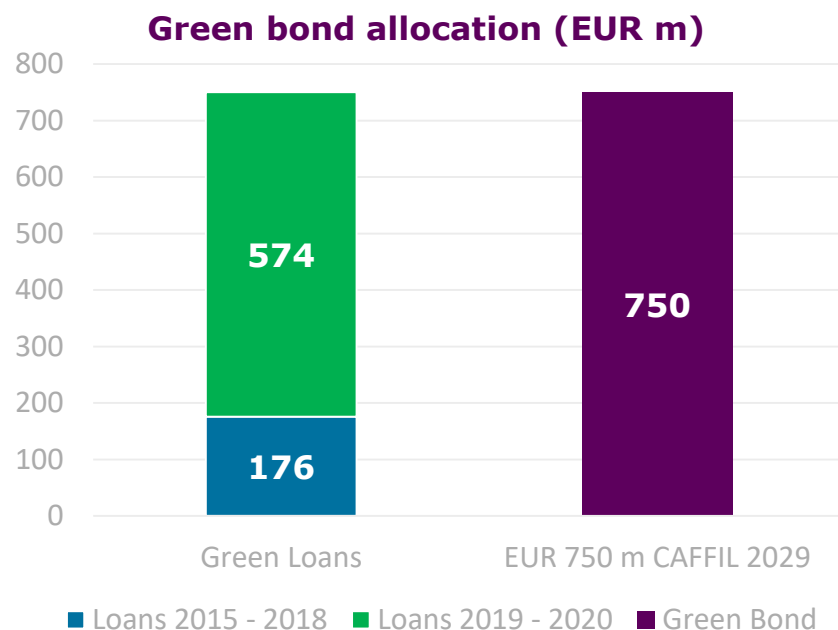
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5. Appendix

ALLOCATION REPORTING

EUR 750 M CAFFIL GREEN BOND 2029



For loans acquired prior to issuance, the allocation is based on the outstanding amount of the loans on the date of issuance of the Green Bond. For all loans acquired after issuance of the Green Bond, the allocation is based on the total loan amount acquired from La Banque Postale.

The allocation has been independently verified by KPMG. This assessment is reproduced in the appendix of this reporting.

Overall EUR 750 m in green loans have been allocated to the EUR 750 m CAFFIL Green Bond 2029.

The green loan program to French local authorities in partnership with La Banque Postale has been set up in 2019. Green loans with a volume of EUR 574 m have been acquired by SFIL Group from La Banque Postale in 2019 and 2020, i.e. 76% of total allocated green loans.

The remaining EUR 176 m in loans date back to the period 2015 to 2018. All the necessary data has been collected from borrowers to ensure that loans fully comply with the green bond framework.

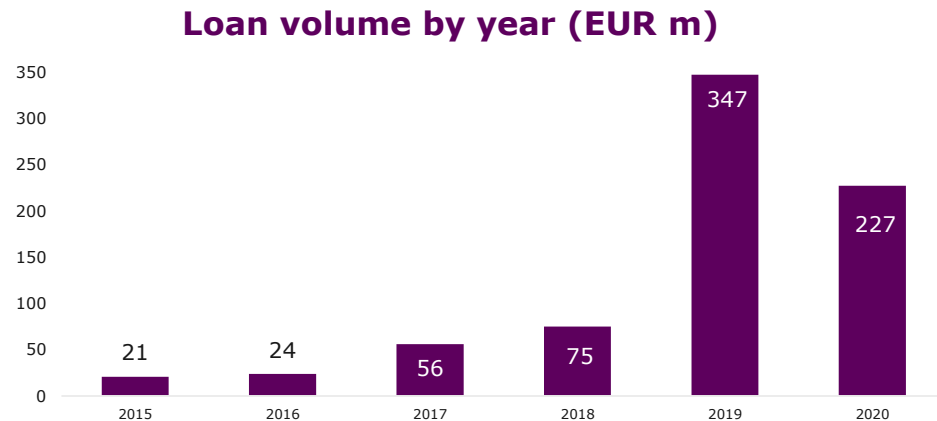
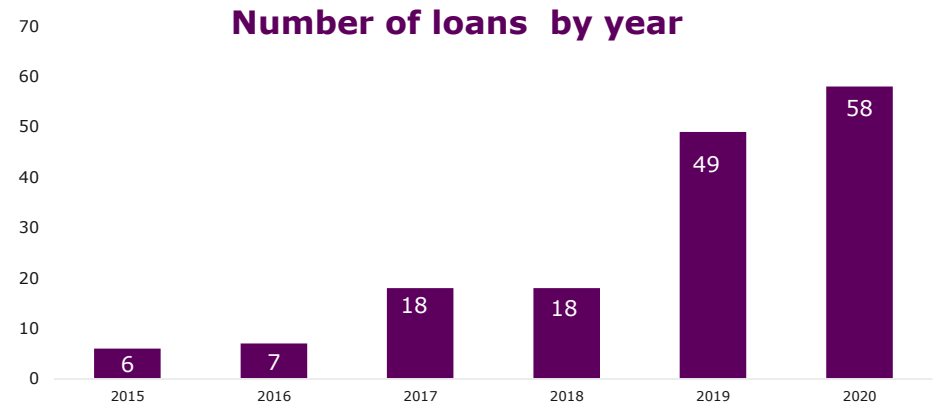
ALLOCATION REPORTING DISTRIBUTION – BY YEAR

All green loans are originated in partnership with La Banque Postale and warehoused on the balance sheet of La Banque Postale before being transferred to SFIL Group.

On the right hand side, loans are presented by year of transfer to SFIL Group.

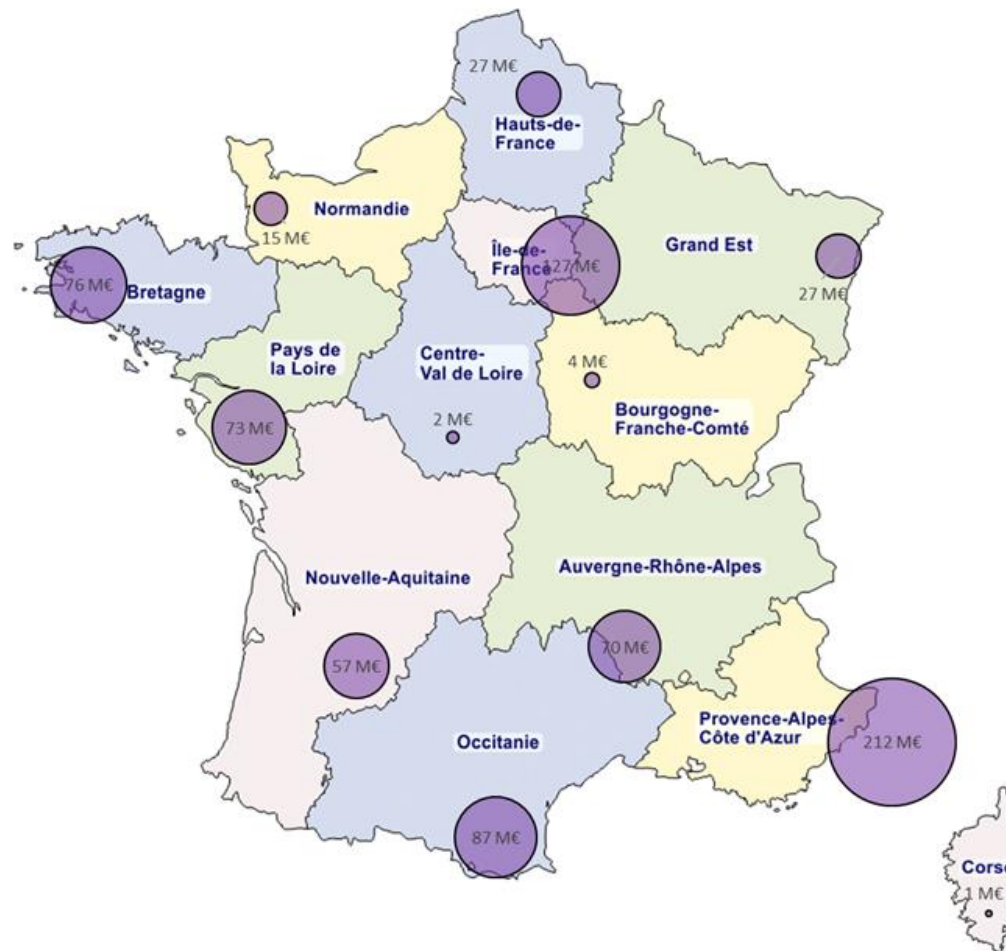
In terms of number of loans, more than two-third of the loans allocated have been transferred in 2019 and 2020.

In terms of volume, more than 76% of the allocated loans have been transferred in 2019 and 2020, and only 6% of the loans have been transferred prior to 2017.



ALLOCATION REPORTING

REGIONAL DISTRIBUTION



Green projects have been financed across the French territory. The transaction has financed at least one project, in each of the French metropolitan regions.

In total, 156 green loans have been allocated. Most of the loans – 139 in total – have been granted to associations of municipalities. 16 loans were granted to municipalities. Finally, 1 green loan has been granted to a French Département.

ALLOCATION REPORTING

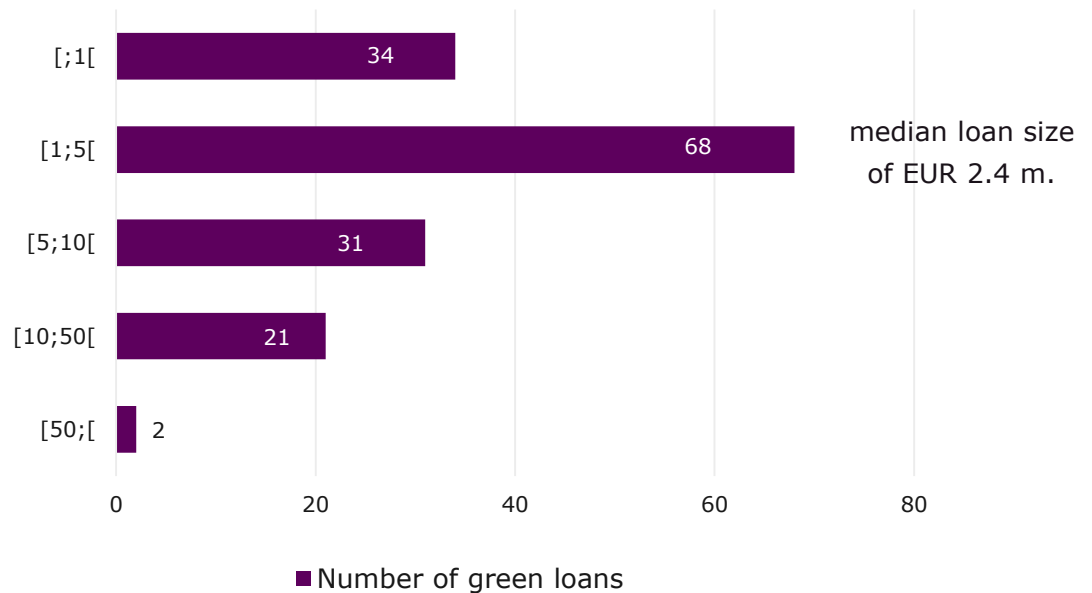
GREEN FINANCE FOR SMALL PROJECTS

One of the objectives of the green lending by La Banque Postale and SFIL is to provide an access to green financing for smaller local authorities.

Almost two thirds of the loans provided had a volume below EUR 5 m, and 34 loans had a volume below EUR 1 m with a median size of EUR 2.4 m.

One of the objectives is to make green loans available to small municipalities with 7 loans provided to municipalities with less than 10 000 inhabitants.

Number of Loans by volume EUR m

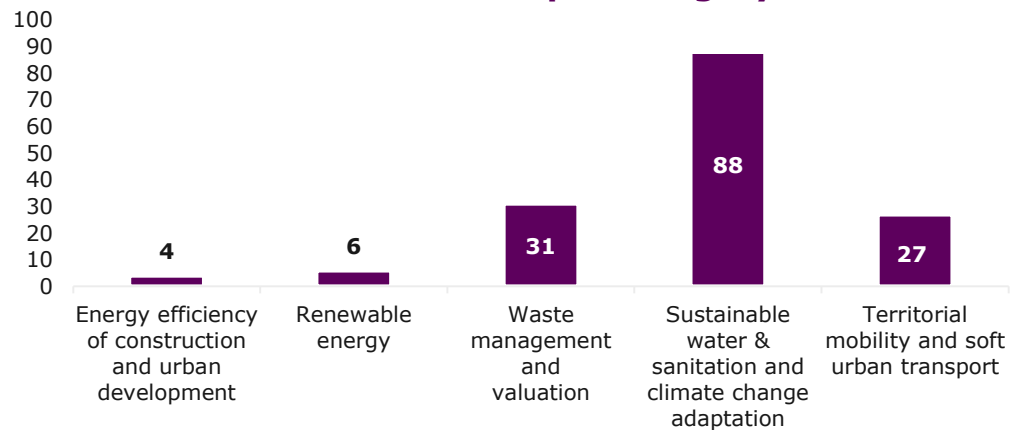


All figures presented on the page refer to the initial amounts of the loans, and not to the amounts that were allocated.

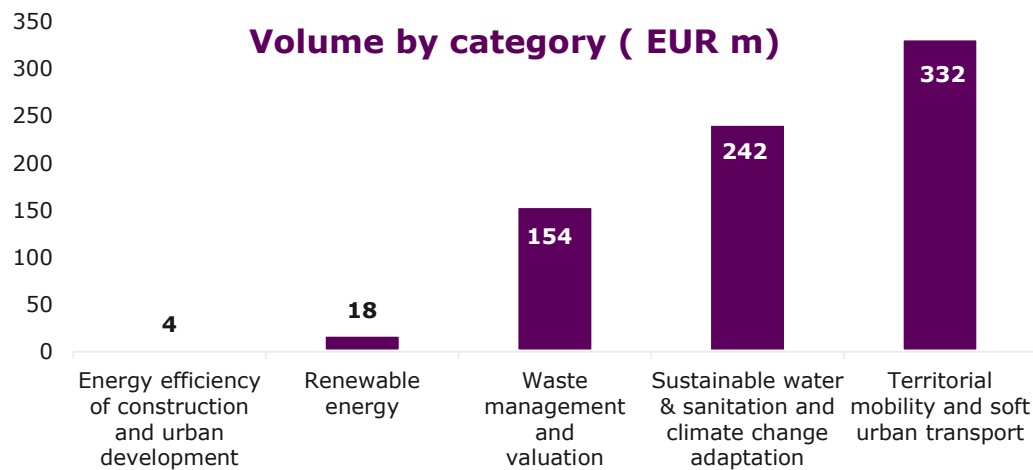
ALLOCATION REPORTING

DISTRIBUTION BY CATEGORY

Number of loans per category



Volume by category (EUR m)



Sustainable water represents the largest category by number of loans with 88 out of a total of 156 projects financed with this green bond transaction (graph on top of the slide).

When looking at the lending volumes by category, territorial mobility and soft urban transport represents the most important category with a share of 44% followed by sustainable water & sanitation and climate change adaptation with a share of 32% of the total allocation.

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IMPACT REPORTING

KEY IMPACT FIGURES

The renewable energy category has made the largest contribution to the reduction in CO₂ emissions contributing to a reduction of 10 124 t per year.

Clean transportation projects contributed to a reduction of CO₂ emissions by 2 844 t per year, followed by investments in energy efficiency with a contribution of 46 t per year.

In the area of sustainable water and sanitation, this transaction financed entities in charge of the renovation and the maintenance of more than 45 000 km in water infrastructure.



The projects financed via this green bond transaction are contributing to a reduction in CO₂ of 13 015 t / year



Investments financed related to water, sanitation and waste management benefit more than 9 million people



Investments financed via this transaction have contributed to the collection of 2 m tons of household waste

IMPACT REPORTING

CALCULATION METHODOLOGY

The environmental impact has been calculated on the basis of the **share of the investment financed by SFIL** (the share of the amount disbursed at the end of the period under review in relation to the total investment cost of the project).

The methodology includes:

- indicators to be **collected from borrowers**
- A **calculation model** for emissions based on collected indicators
- A calculation model for emissions under **a base scenario**

The **difference** between the two calculations provides the **avoided CO2 emissions** (quantitative indicator). This approach is applied to:

- Renewable energy
- Soft mobility and urban transport
- Energy efficiency and construction

Qualitative indicators have been defined for **each category**.

SFIL has worked together with Carbon 4, one of the leading impact consulting companies, to establish a methodology to measure the environmental impact of the investments that have been financed.



IMPACT REPORTING

TERRITORIAL MOBILITY & SOFT URBAN TRANSPORT

The framework has been set up to finance investments in both **clean individual and clean mass transportation**.

Eligible individual transportation investments include **100% electric vehicles**, electric and conventional bicycles and **related infrastructure** such as charging stations.

In addition, the framework allows the financing of schemes for **public access to bicycles and electric cars, and bicycle paths**.

Eligible investments in mass transportation include **public transportation infrastructure**, for example **subway stations and rails, tramway lines, and electric vehicles** (trains, wagons, buses).

The framework also allows to **finance the maintenance and refurbishment of infrastructure** and investments to support public transit infrastructures.



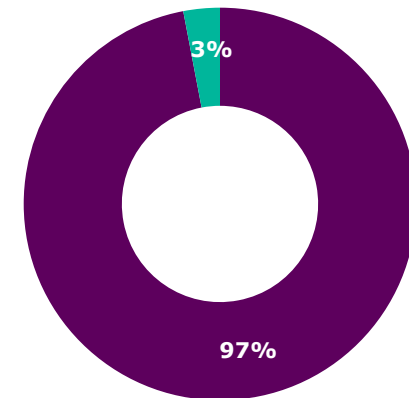
IMPACT REPORTING

TERRITORIAL MOBILITY & SOFT URBAN TRANSPORT

Key indicators

- Additions, improvements or extensions of rail transport networks: **98 km**
- Average number of passengers per year : **231 m passengers**
- Avoided CO2 emissions per year : **2 844 t** (**2 842 t** for mass transportation and **2 t** for individual mobility)
- Avoided yearly CO2 emissions per EUR m invested : **8.4 t** (**8.7 t** mass transportation, **0.2 t** individual mobility)

Distribution of the loans / Project category (in EUR volume)



■ Mass Transportation ■ Individual transportation

27 loans have been originated which represents a total volume of **EUR 332 m** (322 m for mass transportation, 10 m for individual transportation)

Territorial mobility and soft urban transport projects contributed to **22% of CO2 emissions avoided with this Green Bond transaction**

In addition, the financing made available for investments in sustainable mobility makes a contribution to improve air quality

IMPACT REPORTING

TERRITORIAL MOBILITY & SOFT URBAN TRANSPORT

Case Study: Nice Metropolitan Area – tramway network

The Nice Metropolitan Area (Provence Alpes Côte d’Azur region), chose to extend its tramway network. A new line was created (line 2 “West-East”) and the third tramway line was extended.

The goal of this project was to link the airport to the city center, to connect all of the city's economic hubs and to provide better public transports to the city.

Total investment: EUR 945 m

Average number of passengers per year: 33 m people

Avoided CO2 emissions per year: 571 t

Total of lines created/extended: 17.90 km

Share of financing provided by SFIL: 6%





IMPACT REPORTING

TERRITORIAL MOBILITY & SOFT URBAN TRANSPORT

Case Study : Lyon Metropolitan Area – bicycle paths

The Lyon Metropolitan Area (Rhône Alpes region) initiated in 2016 a plan to develop bicycle paths.

The goal was to have 1000 km of bicycle paths by 2020. Between 2014 and 2019, the number of bicycle paths increased from 545 km to 880 km. The long term goal is to increase the share of cycling in travel modes to 8%.

Total investment: EUR 13.7 m

Length of bicycle paths created : 186 km

Avoided CO2 emissions per year : 2 t

Share of financing provided by SFIL: 73%



IMPACT REPORTING

SUSTAINABLE WATER & SANITATION, CLIMATE CHANGE ADAPTATION

The framework has been set up to finance specific **projects supporting water quality, efficiency and conservation** including water supply networks and infrastructure, water treatment infrastructure and plants, transport and cleaning of wastewater, sanitation and dredging of waterbeds, reduction in water losses in water transfer.

Projects may also aim to improve coastal resilience against climate change effects (flood protection and flood defenses).

The framework also allows for the **financing of investments by French Water Authorities**. These agencies are 100% dedicated to water resources and infrastructures management with key sustainability objectives.

Responsibilities include the fight against diffuse pollution, restoration of aquatic environments, **management of water resources in the face of climate change** and the **preservation of coastal areas**.

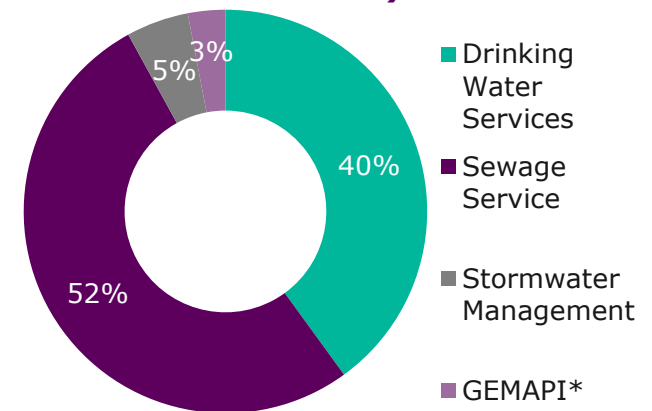
IMPACT REPORTING

SUSTAINABLE WATER & SANITATION, CLIMATE CHANGE ADAPTATION

Key indicators

- Drinking water production capacity per year: **189 m m3**
- Water network concerned: **47 279 km** (Drinking water: **34 878 km**, Sewage system: **11 233 km**, Storm water: **1 168 km**)
- Additions or improvements to water networks: **689 km** (Drinking Water: **458 km**, Sewage management: **224 km**, Storm water: **7 km**)
- Sewage sludge per year: **35 516 t**
- Total population served: **5.7 m** (drinking water : **2.8 m**; sewage system : **2.9 m**)

Distribution of the loans / Project category (in EUR volume)



In total 88 loans have been allocated representing a **total volume of EUR 242 m**

French territories play a key role for sustainable water management. The projects supported allowed **more efficient water management and treatment to preserve water quality and natural resources**. They also contributed to the preservation of **aquatic biodiversity** and to the **prevention of flood damage**

* Sustainable management of water resources and prevention of flood damage

IMPACT REPORTING

SUSTAINABLE WATER & SANITATION, CLIMATE CHANGE ADAPTATION

Case Study: Cagnes-sur-Mer (SYMISCA) – water treatment plant

In 2016, SYMISCA in charge of water treatment services in Cagnes-sur-Mer decided to build a new water treatment plant. The goal of this new plant is to improve wastewater treatment.

The former treatment plant will be reconverted into a natural space. Energy will be produced thanks to the valorization of the plant's muds. Finally, the plant aims to be certified with the " BREAM – Very Good" label.

Total investment: EUR 84 m

Total population served: 74 200 inhabitants

Total plant network: 219 km

Sewage sludge produced: 3 832 t

Share of financing provided by SFIL: 20%



IMPACT REPORTING

SUSTAINABLE WATER & SANITATION, CLIMATE CHANGE ADAPTATION

Case Study: Mont de Marsan Urban Area – wastewater storage ponds

Mont de Marsan Urban Area (Nouvelle-Aquitaine region), decided to create three wastewater storage ponds with a total storage pond volume of 4 400 m³. This project aims at preserving the water quality of a nearby river (the Midouze) by controlling the saturation of wastewater treatment facilities during rainy episodes.

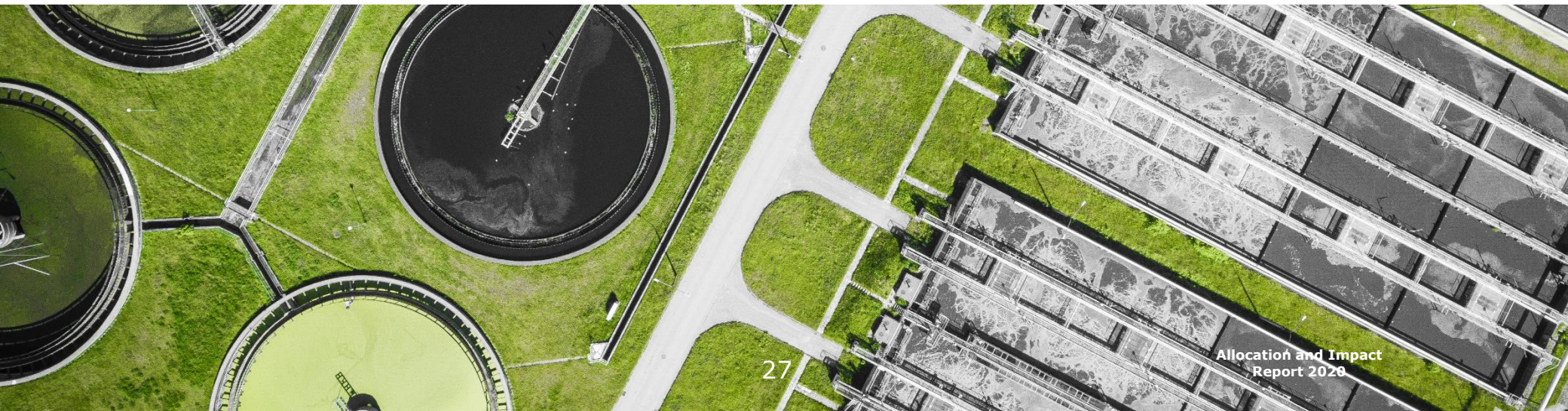
Total investment: EUR 5.1 m

Total population served: 40 918 persons

Total plant network : 217 km

Sewage sludge produced: 377.9 t

Share of financing provided by SFIL: 100%



IMPACT REPORTING

SUSTAINABLE WATER & SANITATION, CLIMATE CHANGE ADAPTATION

Case Study: Bassin Gardons - Fishway

The Bassin Gardons river syndicate (*Etablissement Public Territorial De Bassin Gardons*) is a French Water Authority in charge of a drainage basin in the Occitanie region.

It decided to redesign the fishway located in Remoulins. The goal of this fishway is to slow down the stream, and allow fishes to cross this part of the drainage basin.

Indeed, it contributes to the preservation of aquatic ecosystems in this drainage basin.

Total investment: EUR 1.3 m

Share of financing provided by SFIL: 22%





IMPACT REPORTING WASTE MANAGEMENT & VALUATION

The framework has been set up to finance projects for the **acquisition, development, operation and maintenance of waste management activities.**

This includes investments in the collection and treatment or disposal of **municipal waste; waste prevention, waste minimization, waste reuse, waste recycling and energy recovery.**

In addition, the framework allows for the financing of investments by public companies and EPCI **100% dedicated to waste management and valuation** in line with the exclusion list.

Investments in **landfills or waste incineration without energy recovery mechanism** are excluded from financing under this framework.

IMPACT REPORTING

WASTE MANAGEMENT & VALUATION

Key indicators

- **Waste collection:**
 - total volume of household waste collected per year by the entities financed: **2 034 598 t**
 - Total population served by domestic waste collection services financed with this Green Bond transaction: **3.3 m inhabitants**
- **Waste valuation and recycling**
 - Energy recovery capacity: **168 MW**
 - Waste valuation and recycling: **134 790 t per year**

Distribution of the loans / Project category (in EUR volume)



French local authorities are in charge **domestic waste collection and valuation**. The recycling rate of municipal waste has increased steadily over the past 20 years to well above 40%.

In total, **31 loans** with a total volume of **EUR 154 m** have been allocated to this green bond transaction.

The projects that have been financed contribute to a more **efficient waste collection and valuation** system and increase capacities for **recycling and energy recovery**.



IMPACT REPORTING

WASTE MANAGEMENT & VALUATION

Case Study : Syndicat Mixte du département de l'Oise – Recycling center

In this French Département (Hauts de France Region) a high capacity recycling center was built to sort household waste.

The aim of this new plant is to favour recycling and waste valuation in the Département.

Total investment: EUR 37.8 m

Total population served: 762 826 inhabitants

Waste management per year: 459 309 t

Share of financing provided by SFIL: 32%

IMPACT REPORTING

RENEWABLE ENERGY

The framework allows for the financing of the acquisition, development, operation and maintenance of renewable energy activities including **onshore and offshore Wind projects, solar (Thermal/PV) projects, and biomass plants.**

Geothermal power plants with direct emissions below 100 g CO₂e/kWh are eligible under the framework.

Investments in **hydropower plants** with an electricity generation capacity below 20 MW are also eligible.

SFIL has established a list of criteria to **exclude any fossil-based projects including natural gas projects or investments in energy efficiency of fossil fuel projects,** and also nuclear power projects from financing via Green Bond transactions.



IMPACT REPORTING

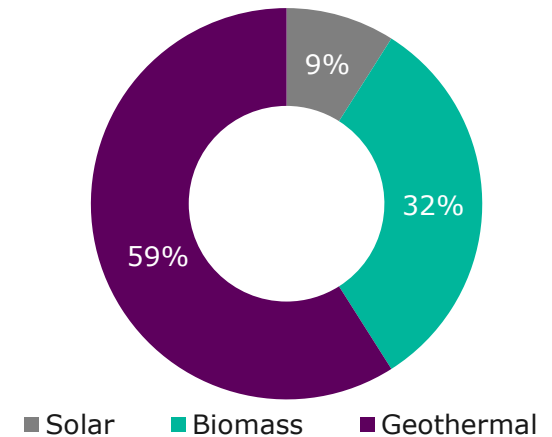
RENEWABLE ENERGY

Key indicators

- Estimated energy produced per year by the entities financed : **74 829 MWh**
- CO2 emissions avoided per year per EUR m invested: **539 t**

Avoided CO2 emissions per year: 10 124 t

Distribution of the loans / Project Category (in EUR volume)



Renewable energy projects are not a key area for local government investments. In total, **6 loans** with a total volume of **EUR 11 m** have been allocated to this green bond transaction.

Renewable energy projects **contributed to 78% of avoided CO2 emissions** of SFIL's Green lending program



IMPACT REPORTING

RENEWABLE ENERGY

Case Study: Albertville – biomass project

Albertville is a municipality of less than 20 000 inhabitants, located in the Auvergne-Rhône Alpes region. The municipality created a biomass plant, in order to power its urban heating network.

The municipality chose to work with local suppliers to provide the plant with wood (within a 100 km range)

Total investment : EUR 6.7 m

Estimated annual production : 67 978 MWh

CO2 emissions avoided per year: 4 382 t

Share of financing provided by SFIL: 45%

IMPACT REPORTING

RENEWABLE ENERGY

Case Study: Carmaux – photovoltaic plant

Carmaux is a municipality of less than 10 000 inhabitants, located in the Occitanie region. It equipped 48 communal buildings with photovoltaic panels. Thanks to solar power, these buildings are self-sufficient in electricity. They can even supply the local power grid thanks to the photovoltaic panels.

Total investment: EUR 2 m

Estimated annual production : 1 012 MWh

CO2 emissions avoided per year: 4 t

Share of financing provided by SFIL: 100%



IMPACT REPORTING

ENERGY EFFICIENCY OF CONSTRUCTION & URBAN DEVELOPMENT

The framework has been set up to allow the **financing of new buildings compliant** with the **Nearly Zero-Energy Buildings (NZEB) standard*** or that belong to **the top 15%** of the most energy-efficient buildings of the French market.

In addition, buildings with an **environmental certification or label** including LEED (Gold or above), HQE (Excellent or above), BREEAM (Very Good or above), BePOS, E+/C-, BBC Effinergie +, BBCA, HPE or THPE are eligible.

Major **renovation/restructuring investments** are eligible if energy consumption is **reduced by at least 30%** or if the building is **upgraded to the French NZEB standard or to any of the eligible labels or certifications.**

Investments in **energy efficiency** including HVAC systems, solar panels, insulation retrofitting, LED relamping and motion detectors are eligible if energy consumption is reduced **by at least 20%.**

Investments in **fossil fuel based heating systems** are not eligible for refinancing under the framework.

* https://ec.europa.eu/energy/topics/energy-efficiency/energy-efficient-buildings/nearly-zero-energy-buildings_en?redir=1



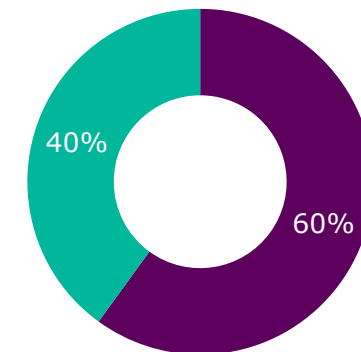
IMPACT REPORTING

ENERGY EFFICIENCY OF CONSTRUCTION & URBAN DEVELOPMENT

Key indicators

- Improvement of energetic performance in city planning: **62%**
 - Renovated building surface: **517 m²**
 - CO2 emissions avoided per year per EUR m invested: **13 t**
- Avoided CO2 emissions per year: 21 t in the area of city planning and 25 t for construction and renovation**

Distribution of the loans / Project Category (in EUR volume)



■ City planning ■ Construction/renovation

French local authorities are in charge of the management of public equipment, city planning and management of public lighting

In total, **4 loans with a total volume of EUR 3.5 m** have been allocated to this green bond transaction

This category had contributed to **0.3% of avoided CO2 emissions** for this green bond transaction

The projects financed improved energy efficiency of public infrastructure via renovation and construction projects

IMPACT REPORTING

ENERGY EFFICIENCY OF CONSTRUCTION & URBAN DEVELOPMENT

Saint Etienne – Public lighting modernization

Saint Etienne is a municipality of less than 175 000 inhabitants, located in the Auvergne-Rhône Alpes region.

In 2018, the municipality decided to replace its old public lighting by new energy efficient led equipped lighting.

As a result, the power consumption of public lighting decreased : from 569 MWh / year to 225 MWh / year.

Total investment : EUR 900 000

Number of lightbulbs replaced : 1 000

Performance gain : 62%

Avoided CO2 emissions per year: 21 t

Share of financing provided by SFIL : 100%



IMPACT REPORTING

KEY IMPACT FIGURES



The projects financed via this green bond transaction are contributing to a reduction in CO2 of 13 015 t / year



Investments financed related to water, sanitation and waste management benefit more than 9 million people



Investments financed via this transaction have contributed to the collection of 2 m tons of household waste

The renewable energy category has made the largest contribution to the reduction in CO2 emissions contributing to a reduction of 10 124 t per year.

Clean transportation projects contributed to a reduction of CO2 emissions by 2 844 t per year, followed by investments in energy efficiency with a contribution of 46 t per year.

In the area of sustainable water and sanitation, this transaction financed entities in charge of the renovation and the maintenance of more than 45 000 km in water infrastructure.

AGENDA

1. Financing a Sustainable Future

SFIL role and ESG strategy

2. Green Bond Program

Eligible project categories, partnership with La Banque Postale, framework, transaction summary

3. Allocation Reporting

EUR 750 m CAFFIL Green Bond 2029, distribution by year of transfer, regional distribution, green finance for small projects, distribution by category


4. Impact Reporting

calculation methodology, territorial mobility & soft urban transport, sustainable water & sanitation, climate change adaptation, waste management & valuation, renewable energy, energy efficiency of construction & urban development

5. Appendix

APPENDIX

EXTERNAL VERIFICATION (1/2)



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Caisse Française de Financement Local


Attestation by one of Caisse Française de Financement Local's
Statutory Auditors on the Allocation of Proceeds, as at September
30, 2020 from the Green Bond issuance of November 5, 2019

Caisse Française de Financement Local
1 – 3, rue du Passeur de Boulogne
92130 Issy-Les-Moulineaux
This report contains 5 pages

KPMG S.A.,
société française membre du réseau KPMG
constitué de cabinets indépendants affiliés de
KPMG International Cooperative, une entité de droit suisse.

Société anonyme d'exercice
comptable et de commissariat
aux comptes à direction et
conseil de surveillance
siège au Palais de Justice
à Paris sous le n° 14-300001
et à la Compagnie Régionale
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Attestation by one of Caisse Française de Financement Local's Statutory Auditors on the
Allocation of Proceeds, as at September 30, 2020 from the Green Bond issuance of
November 5, 2019

To the Executive Management of Caisse Française de Financement Local,

In our capacity as Statutory Auditor of Caisse Française de Financement Local (hereinafter the
CAFFIL or the *company*) and in response to your request, we have prepared this attestation on
information relating to the allocation, on September 30, 2020, of proceeds amounting to € 750
million from the Green Bond issuance of November 5, 2019, as reported in the report entitled
SFIL Group Green Bond Reporting (hereinafter the *Report*), which was prepared in accordance
with the terms and conditions of the issuance agreement dated October 2019 (hereinafter the
Green Bond Framework).

This Report, which is intended for green bondholders, states that € 750 million of proceeds have
been allocated to eligible projects as at September 30, 2020.

The information was prepared under your responsibility. The Report specifies the methods and
eligibility criteria used to prepare the information contained in the Report.

It is our responsibility to express an opinion on the following information disclosed on page 12 of
the Report regarding:

- the compliance, in all material respects, of the eligible projects with the eligibility criteria
specified in the Green Bond Framework (the *Eligible Projects*);
- the allocation of the net proceeds to the Eligible Projects.

However, it is not our responsibility to:

- call into question the eligibility criteria specified in the Green Bond Framework which were
validated in the Second Party Opinion by Sustainability prior to the inaugural issuance, and,
in particular, to give an interpretation of the terms and conditions of the Green Bond
Framework;
- express an opinion on the management of net proceeds from the Green Bond issuance prior
to the allocation to the identified Eligible Projects;
- express an opinion on the use of proceeds allocated to Eligible Projects once they have been
allocated;
- express an opinion on the non-financial performance indicators disclosed in the Report.


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APPENDIX

EXTERNAL VERIFICATION



Caisse Française de Financement Local
Attestation by one of Caisse Française de Financement Local's Statutory Auditors
on the Allocation of Proceeds, as at September 30, 2020 from
the Green Bond issuance of November 5, 2019
November 9, 2020

Our assignment, which did not constitute an audit or a review, was performed in accordance with the professional standards applicable in France. Our work included:

- identifying the people responsible for data collection within the company and, where appropriate, for the internal control and risk management procedures implemented;
- assessing the appropriateness of the data collection procedures in terms of their relevance, completeness, reliability, neutrality and understandability;
- verifying the existence of internal control and risk management procedures implemented by the company;
- examining, using sampling techniques, the processes used for data collection, compilation, processing and control, particularly the procedures relating to the allocation of proceeds set out in the Green Bond Framework;
- based on a representative sample of Eligible Projects that are loans granted:
 - verifying the compliance, in all material respects, of the Eligible Projects with the eligibility criteria, as specified in the Green Bond Framework;
 - verifying the proceeds allocated to each Eligible Project;
 - reconciling the information with the supporting documents, in particular the records with the nature of borrowers as well as the underlying accounting data and the accounting and loan management system.
- implementing analytical procedures on the allocation of proceeds and verifying their consistency with information provided in the Report.


Based on our work, we have no comments regarding:

- the compliance, in all material respects, of the Eligible Projects disclosed in the attached report with the eligibility criteria specified in the Green Bond Framework;
- the statement of allocation of proceeds disclosed on page 12 of the Report in Appendix to this attestation.

This attestation has been prepared for you in connection with the context mentioned in the first paragraph and it may not be used, disclosed or referred to for any other purpose.

In our capacity as Statutory Auditor of CAFFIL, our responsibility to CAFFIL is defined by French law and we do not accept any extension of our responsibility beyond that specified by French law. We shall not be liable to any third parties, including green bondholders, and we are not party to the Green Bond Framework agreement. We shall not be held liable for the execution of the Green Bond Framework or for any resulting damages, loss, cost or expense.


3




Caisse Française de Financement Local
Attestation by one of Caisse Française de Financement Local's Statutory Auditors
on the Allocation of Proceeds, as at September 30, 2020 from
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November 9, 2020

This attestation is governed by French law. All disputes, claims, or disagreements arising from our engagement letter or this attestation fall under the exclusive jurisdiction of the French courts. Both parties irrevocably forego their right to oppose any case brought before the French courts, or to argue that the case has been brought before a court that lacks jurisdiction, or that the French courts do not have jurisdiction.

Paris-La Défense, November 9, 2020
KPMG S.A.



Fanny Houlliot
Partner
Sustainability Services



Jean-François Dandé
Partner

4

APPENDIX

TERRITORIAL MOBILITY & SOFT URBAN TRANSPORT 1/2

Territorial mobility & soft urban transport	Number of loans	Signed amount	Eligibility for green bonds*	Territorial mobility & soft urban transport portfolio component	Allocated amount	Annual ghg emissions reduced/avoided	Others indicators
Unit		In EUR	% signed amount	% of signed amount	currency	In tons of CO2	
Mass transportation	26	330 132 000	97%	97%	322 380 700	2 842	- 98 Km of lines created - Attendance : 231million passagers/year
Individual transportation	1	10 000 000	100%	3%	10 000 000	2	- 186 Km bicycle path

**All loans are fully eligible, however there may be adjustments for amortizations of the loans prior to the allocation*

APPENDIX

TERRITORIAL MOBILITY & SOFT URBAN TRANSPORT 2/2

Local authorities benefiting from a green loan: Mass transportation

SAINT-ETIENNE METROPOLE (Auvergne-Rhône-Alpes)

NANTES METROPOLE (Pays de la Loire)

COMMUNAUTE URBAINE CAEN LA MER (Normandie)

METROPOLE NICE COTE D'AZUR (Provence-Alpes-Côte d'Azur)

COMMUNE DE PORTO VECCHIO (Corse)

SYNDICAT MIXTE DES TRANSPORTS EN COMMUN DE L'AGGLOMERATION TOULOUSAINE (Occitanie)

SYNDICAT MIXTE DES MOBILITES DE L'AIRE GRENOBLOISE (Auvergne-Rhône-Alpes)

COMMUNAUTE URBAINE ANGERS LOIRE METROPOLE (Pays de la Loire)

COMMUNAUTE D'AGGLOMERATION DU BASSIN D'ARCACHON NORD (Nouvelle-Aquitaine)

COMMUNAUTE D'AGGLOMERATION DU GRAND AVIGNON (C.O.G.A.) (Provence-Alpes-Côte d'Azur)

METROPOLE D'AIX MARSEILLE PROVENCE (Provence-Alpes-Côte d'Azur)

AGGLOPOLE PROVENCE COMMUNAUTE D'AGGLOMERATION DE SALON DE L'ETANG DE BERRE ET DE LA DURANCE (Provence Alpes-Côte d'Azur)

Local authorities benefiting from a green loan: Individual transportation

METROPOLE DE LYON (Auvergne-Rhône-Alpes)

APPENDIX

SUSTAINABLE WATER & SANITATION, CLIMATE CHANGE ADAPTATION 1/4

Sustainable Water & Sanitation, Climate Change Adaptation	Number of loans	Signed Amount	Eligibility for green bonds*	Sustainable Water & sanitation, Climate change Portfolio component	Allocated amount	Average Portfolio Lifetime	Annual absolute (gross) water savings	Other indicators
Unit		In EUR	In % of total amount	In % of total amount	In EUR	In years	In m3/a	
Provision of drinking water	36	104 594 000	93%	40%	96 968 818	9.96	189 million	<ul style="list-style-type: none"> - 2.8 million inhabitants served - 34 878 Km cumulative network - 458 Km added network
Management of Aquatic Environments and Flood Prevention	4	6 557 456	100%	3%	6 557 456	9.94	N/A	

*All loans are fully eligible, however there may be adjustments for amortizations of the loans prior to the allocation

APPENDIX

SUSTAINABLE WATER & SANITATION, CLIMATE CHANGE ADAPTATION 2/4

Sustainable Water & Sanitation, Climate Change Adaptation	Number of loans	Signed Amount	Eligibility for green bonds*	Sustainable Water & sanitation, Climate change Portfolio component	Allocated amount	Average Portfolio Lifetime	Annual absolute (gross) amount of raw untreated sewage sludge that is treated and disposed of	Other indicators
Unit		In EUR	In % of total amount	In % of total amount	In EUR	In years	In tons of dry solid	
Provision of sanitation	42	131 121 478	96%	52%	125 448 916	11.36	35 516	<ul style="list-style-type: none"> - 11 233 Km cumulative network - 224 Km added network - 2.9millions inhabitants served
Storm water management	6	12 906 000	99%	5%	12 764 017	12.04	N/A	<ul style="list-style-type: none"> - 1 168 Km cumulative network - 7 Km added network

*All loans are fully eligible, however there may be adjustments for amortizations of the loans prior to the allocation

APPENDIX

SUSTAINABLE WATER & SANITATION, CLIMATE CHANGE ADAPTATION 3/4

Local authorities benefiting from a green loan: Provision of drinking water

COMMUNAUTE DE COMMUNES VAL'EYRIEUX (Auvergne-Rhône-Alpes)
VILLE DE BOURBON LANCY (Bourgogne-Franche-Comté)
COMMUNAUTE D'AGGLOMERATION SAINT LOUIS AGGLOMERATION (Grand-Est)
ARDENNE METROPOLE (Grand-Est)
METROPOLE TOULON-PROVENCE-MEDITERRANEE (Provence-Alpes-Côte d'Azur)
COMMUNE DE THIONVILLE (Grand-Est)
SYNDICAT DU VAL DE LOIRE (Nouvelle-Aquitaine)
SI D'ADDUCTION D'EAU POTABLE DE LA REGION DU THIERS (Auvergne-Rhône-Alpes)
GRAND ANNECY (Auvergne-Rhône-Alpes)
COMMUNAUTE DE COMMUNES CHINON,VIENNE ET LOIRE (Centre-Val de Loire)
METROPOLE ROUEN NORMANDIE (Normandie)
SYNDICAT INTERCOMMUNAL D'ADDUCTION D'EAU DU TREGOR (Bretagne)
SYNDICAT INTERCOMMUNAL DES EAUX ET D'ASSAINISSEMENT DES DEUX RIVES DE GARONNE (Nouvelle-Aquitaine)
SYNDICAT INTERCOMMUNAL DES EAUX DU BLAYAIS (Nouvelle-Aquitaine)
VILLE D'ALBI (Occitanie)
SYNDICAT DE L'EAU DU MORBIHAN (Bretagne)

SIVOM DES EAUX DE LA VALLEE DE L'HERAULT (Occitanie)
COMMUNE DE LUNEVILLE (Grand-Est)
SYNDICAT INTERCOMMUNAL DES EAUX DE LA PLAINE DE VALENCE (Auvergne-Rhône-Alpes)
SYNDICAT INTERCOMMUNAL D'EAU DE L'EST DU LIBOURNAIS A PUISSEGUIN (Nouvelle-Aquitaine)
SAINT BRIEUC ARMOR AGGLOMERATION (Bretagne)
COMMUNAUTE D'AGGLOMERATION SAINT BRIEUC AGGLOMERATION BAIE D'ARMOR (Bretagne)
SM D'EAU ET D'ASSAINISSEMENT GAVE ET BAISE (Nouvelle-Aquitaine)
COMMUNAUTE D'AGGLOMERATION HERAULT MEDITERRANEE (Occitanie)
SYNDICAT MIXTE D'ADDUCTION D'EAU POTABLE ADOUR COTEAUX (Occitanie)
PERPIGNAN MEDITERRANEE COMMUNAUTE URBAINE (P M C U) (Occitanie)
SYNDICAT MIXTE EAUX DE VIENNE-SIVEER (Nouvelle-Aquitaine)
SYNDICAT MIXTE D'ALIMENTATION EN EAU POTABLE DU NORD-EST DE PAU (Nouvelle-Aquitaine)
COMMUNAUTE D'AGGLOMERATION D'ANNECY (Auvergne-Rhône-Alpes)

Local authorities benefiting from a green loan: Stormwater management

COMMUNE D'ALBERTVILLE (Auvergne-Rhône-Alpes)
GRAND PARIS SUD EST AVENIR (Ile-de-France)
COMMUNAUTE DES COMMUNES GIENNOISES (Centre-Val de Loire)

PARIS EST MARNE ET BOIS (Ile-de-France)
SYNDICAT INTERCOMMUNAL D'ASSAINISSEMENT DE VALENCIENNES (Hauts-de-France)

Local authorities benefiting from a green loan: Management of Aquatic Environments and Flood Prevention

SYNDICAT MIXTE VENDEE SEVRE AUTIZES (Pays de la Loire)
SYNDICAT DE GESTION DE L'EYGOUTIER (Provence-Alpes-Côte d'Azur)

ETABLISSEMENT PUBLIC TERRITORIAL DE BASSIN GARDONS (Occitanie)

APPENDIX

SUSTAINABLE WATER & SANITATION, CLIMATE CHANGE ADAPTATION 4/4

Local authorities benefiting from a green loan: Provision of sanitation

DEPARTEMENT DES HAUTS DE SEINE (Ile-de-France)
COMMUNAUTE D'AGGLOMERATION D'EPINAL (Grand-Est)
GRAND PARIS SUD EST AVENIR (Ile-de-France)
SYNDICAT MIXTE FERMÉ DE LA STATION D'ÉPURATION DE CAGNES-SUR -MER (SYMISCA) (Provence-Alpes-Côte d'Azur)
COMMUNE DE CHATOU (Ile-de-France)
COMMUNAUTE D'AGGLOMERATION SAINT LOUIS AGGLOMERATION (Grand-Est)
COMMUNE DE VIROFLAY (Ile-de-France)
COMMUNAUTE D'AGGLOMERATION DE GRAND COGNAC (Nouvelle-Aquitaine)
COMMUNAUTE D'AGGLOMERATION DE LANNION TREGOR COMMUNAUTE (Bretagne)
SYNDICAT MIXTE DES EAUX ET ASSAINISSEMENTS ALSACE MOSELLE (Grand-Est)
COMMUNAUTE DE COMMUNES DES TERRES TOULOISES (Grand-Est)
COMMUNAUTE D'AGGLOMERATION PORTES DE FRANCE THIONVILLE (Grand-Est)
PARIS EST MARNE ET BOIS (Ile-de-France)
COMMUNAUTE DE COMMUNES CHINON,VIENNE ET LOIRE (Centre-Val de Loire)
COMMUNAUTE DE COMMUNES DE FAULQUEMONT (Grand-Est)
SYNDICAT INTERCOMMUNAL D'ASSAINISSEMENT DU JARNISY (Grand-Est)

SYNDICAT INTERCOMMUNAL D'EAU POTABLE DU CUBZADAIS FRONSADAIS (Nouvelle-Aquitaine)
COMMUNAUTE DE COMMUNES DE TREVIERES (Normandie)
ARDENNE METROPOLE (Grand-Est)
SYNDICAT EAU ET ASSAINISSEMENT DES TROIS CANTONS (Nouvelle-Aquitaine)
COMMUNAUTE D'AGGLOMERATION SAINT BRIEUC AGGLOMERATION BAIE D'ARMOR (Bretagne)
SAINT BRIEUC ARMOR AGGLOMERATION (Bretagne)
COMMUNE DU PERRAY EN YVELINES (Ile-de-France)
COMMUNAUTE D'AGGLOMERATION HERAULT MEDITERRANEE (Occitanie)
MONT DE MARSAN AGGLOMERATION (Nouvelle-Aquitaine)
PERPIGNAN MEDITERRANEE COMMUNAUTE URBAINE (P M C U) (Occitanie)
COMMUNAUTE D'AGGLOMERATION DU BASSIN DE BRIVE (Nouvelle-Aquitaine)
COMMUNAUTE D'AGGLOMERATION DES PORTES DE L'EURE (Normandie)
SYNDICAT INTERCOMMUNAL D'ASSAINISSEMENT DE VALENCIENNES (Hauts-de-France)
COMMUNE DE LONGEVILLE SUR MER (Pays de la Loire)
SYNDICAT D'ASSAINISSEMENT DU CANTON DE L'OISANS (Auvergne-Rhône-Alpes)
RENNES METROPOLE (Bretagne)

APPENDIX

WASTE MANAGEMENT AND VALUATION 1/2

Waste management and valuation	Number of loans	Signed amount	Eligibility for green Bonds*	Waste management and valuation portfolio component	Allocated Amount	Average Portfolio lifetime	Waste collected	Other indicators
Unit		In EUR	In % of total amount	In % of total amount	In EUR	In years	In tons /year	
Waste collection	23	60 080 200	91%	35%	54 585 154	7.65	2 034 598	<ul style="list-style-type: none"> - 3.3million inhabitants served - 22% of waste was incinerated with energy recovery - 2 034 598 tons of waste collected (including 22 % oriented to incineration energy recovery 48% oriented to recycle or valorization)

Waste management and valuation	Number of loans	Signed amount	Eligibility for green Bonds	Waste management and valuation portfolio component	Allocated Amount	Average Portfolio lifetime	Annual energy generation from non-recyclable waste (electricity / other energy)	Other indicators
Unit		In EUR	In % of total amount	In % of total amount	In EUR	In years	In MW	
Waste valuation	8	100 198 635	99%	65%	99 276 240	10.03	168MW: <ul style="list-style-type: none"> - 35 MW in electricity - 133 MW in heat 	- 134 790 tons of waste oriented to valorization or recyclage

*All loans are fully eligible, however there may be adjustments for amortizations of the loans prior to the allocation

APPENDIX

WASTE MANAGEMENT AND VALUATION 2/2

Local authorities benefiting from a green loan: Public collection of waste

SYNDICAT INTERCOMMUNAL POUR LE TRAITEMENT ET LA COLLECTE DES ORDURES MENAGERES DE LA COTE SUD DES LANDES (Nouvelle-Aquitaine)
COMMUNAUTE DE COMMUNES D'AURE LOURON (Occitanie)
SYNDICAT MIXTE INTERCOMMUNAL DE COLLECTE ET DE LA VALORISATION DU LIBOURNAIS HAUTE GIRONDE (Nouvelle Aquitaine)
SYNDICAT MIXTE CYCLAD (Nouvelle-Aquitaine)
SYNDICAT MIXTE DEPARTEMENTAL DES DECHETS MENAGERS DE LA DORDOGNE (SMD3) (Nouvelle-Aquitaine)
SYNDICAT MIXTE DU DEPARTEMENT DE L'OISE POUR LE TRANSPORT ET LE TRAITEMENT DES DECHETS MENAGERS ET ASSIMILES (Hauts-de-France)
SYNDICAT MIXTE DE L'AGGLOMERATION TARBAISE (Occitanie)
SYNDICAT DE DESTRUCTION DES ORDURES MENAGERES DANS L'OUEST DU DEPARTEMENT DE L'EURE (Normandie)
SMICTOM VALCOBREIZH (Bretagne)
SYNDICAT DE VALORISATION DES DECHETS MENAGERS DE LA CHARENTE CALITOM (Nouvelle-Aquitaine)
PERPIGNAN MEDITERRANEE COMMUNAUTE URBAINE (P M C U) (Occitanie)
SYNDICAT INTERCOMMUNAL DE COLLECTE ET DE TRAITEMENT DES ORDURES MENAGERES DE LA BASSE ARDECHE (Auvergne Rhône-Alpes)
SYNDICAT INTERCOMMUNAL POUR LA COLLECTE ET LE TRAITEMENT DES ORDURES MENAGERES DU SUD GIRONDE (Nouvelle Aquitaine)
RENNES METROPOLE (Bretagne)

Local authorities benefiting from a green loan: Recycling and valuation

AGENCE METROPOLITAINE DES DECHETS MENAGERS (Ile-de-France)
SYNDICAT MIXTE DE TRAITEMENT DES ORDURES MENAGERES DU CENTRE OUEST SEINE ET MARNAIS (Ile-de-France)
SYNDICAT MIXTE D'ELIMINATION ET DE VALORISATION DES DECHETS DES COMMUNES D'AGGLOMERATION DU DOUAISIS HENIN CARVIN ET DE LA COMMUNAUTE DE COMMUNES OSARTIS (Hauts-de-France)
SYNDICAT MIXTE DE LA REGION BEAUJOLAIS DOMBES POUR LE TRAITEMENT DES DECHETS MENAGERS (Auvergne-Rhône-Alpes)
SYNDICAT DE TRAITEMENT DES DECHETS DE L'ARDECHE-DROME (Auvergne-Rhône-Alpes)

APPENDIX

RENEWABLE ENERGY 1/2

Renewable energy	Number of loans	Signed amount	Eligibility for green Bonds*	Renewable energy portfolio component	Allocated Amount	Average Portfolio lifetime	Energy generation	Annual GHG emissions reduced / avoided
Unit		In EUR	In % of total amount	In % of total amount	In EUR	In years	In MWh	CO2 tons
Solar energy	1	2 000 000	78%	9%	1 550 000	7.88	748	10 124
Biomass energy	3	6 000 000	97%	32%	5 828 122	12.67	45 645	
Geothermal energy	2	10 800 000	100%	59%	10 800 000	10.33	28 435	

**All loans are fully eligible, however there may be adjustments for amortizations of the loans prior to the allocation*

APPENDIX

RENEWABLE ENERGY 2/2

Local authorities benefiting from a green loan: Renewable energy

SYNDICAT MIXTE POUR LA GEOTHERMIE (Ile-de-France)

COMMUNE D'ALBERTVILLE (Auvergne-Rhône-Alpes)

VILLE DE CARMAUX. (Occitanie)

SYNDICAT INTERCOMMUNAL D'ELECTRICITE ET D'EQUIPEMENT DE LA NIEVRE (Bourgogne-Franche-Comté)

APPENDIX

ENERGY EFFICIENCY OF CONSTRUCTION & URBAN DEVELOPMENT – 1/2

Energy efficiency of construction & urban development	Number of loans	Signed amount	Eligibility for green Bonds*	Energy efficiency of construction & urban development portfolio component	Allocated Amount	Average Portfolio lifetime	Annual GHG emissions reduced/avoided	Other indicators
Unit		In EUR	In % of total amount	In % of total amount	In EUR	In years	In tons of CO2/year	
Urban development	3	2 100 0000	99%	60%	2 083 695	7.64	21	62% energy performance improvement (371MWh)

Energy efficiency of construction & urban development	Number of loans	Signed amount	Eligibility for green Bonds*	Energy efficiency of construction & urban development portfolio component	Allocated Amount	Average Portfolio lifetime	Gross Building Area (GBA)	Annual energy saved	Annual GHG emissions reduced/avoided
Unit		In EUR	In % of total amount	In % of total amount	In EUR	In years	In sq. meter	In kWh/sq.meter	In tons of CO2/year
Energy efficiency of construction/renovation	1	1 500 000	92%	40%	1 386 254	13.97	517	278	25

*All loans are fully eligible, however there may be adjustments for amortizations of the loans prior to the allocation

APPENDIX

ENERGY EFFICIENCY OF CONSTRUCTION & URBAN DEVELOPMENT 2/2

Local authorities benefiting from a green loan: Urban development

VILLE DE NEUFCHATEAU (Grand-Est)
COMMUNE DE SAINT-ETIENNE (Auvergne-Rhône-Alpes)

Local authorities benefiting from a green loan: Energy efficiency of construction/renovation

VILLE DE PENMARCH (Bretagne)

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Caisse Française de Financement Local

Registered Office: 1 – 3, rue du Passeur de Boulogne, 92130 Issy-Les-Moulineaux

Attestation by one of Caisse Française de Financement Local's Statutory Auditors on the Allocation of Proceeds, as at September 30, 2020 from the Green Bond issuance of November 5, 2019

To the Executive Management of Caisse Française de Financement Local,

In our capacity as Statutory Auditor of Caisse Française de Financement Local (hereinafter the *CAFFIL* or the *company*) and in response to your request, we have prepared this attestation on information relating to the allocation, on September 30, 2020, of proceeds amounting to € 750 million from the Green Bond issuance of November 5, 2019, as reported in the report entitled SFIL Group Green Bond Reporting (hereinafter the *Report*), which was prepared in accordance with the terms and conditions of the issuance agreement dated October 2019 (hereinafter the *Green Bond Framework*).

This Report, which is intended for green bondholders, states that €750 million of proceeds have been allocated to eligible projects as at September 30, 2020.

The information was prepared under your responsibility. The Report specifies the methods and eligibility criteria used to prepare the information contained in the Report.

It is our responsibility to express an opinion on the following information disclosed on page 12 of the Report regarding:

- the compliance, in all material respects, of the eligible projects with the eligibility criteria specified in the Green Bond Framework (the *Eligible Projects*);
- the allocation of the net proceeds to the Eligible Projects.

However, it is not our responsibility to:

- call into question the eligibility criteria specified in the Green Bond Framework which were validated in the Second Party Opinion by Sustainalytics prior to the inaugural issuance, and, in particular, to give an interpretation of the terms and conditions of the Green Bond Framework;
- express an opinion on the management of net proceeds from the Green Bond issuance prior to the allocation to the identified Eligible Projects;
- express an opinion on the use of proceeds allocated to Eligible Projects once they have been allocated;
- express an opinion on the non-financial performance indicators disclosed in the Report.

Caisse Française de Financement Local
*Attestation by one of Caisse Française de Financement Local's Statutory Auditors
on the Allocation of Proceeds, as at September 30, 2020 from
the Green Bond issuance of November 5, 2019
November 9, 2020*

Our assignment, which did not constitute an audit or a review, was performed in accordance with the professional standards applicable in France. Our work included:

- identifying the people responsible for data collection within the company and, where appropriate, for the internal control and risk management procedures implemented;
- assessing the appropriateness of the data collection procedures in terms of their relevance, completeness, reliability, neutrality and understandability;
- verifying the existence of internal control and risk management procedures implemented by the company;
- examining, using sampling techniques, the processes used for data collection, compilation, processing and control, particularly the procedures relating to the allocation of proceeds set out in the Green Bond Framework;
- based on a representative sample of Eligible Projects that are loans granted:
 - verifying the compliance, in all material respects, of the Eligible Projects with the eligibility criteria, as specified in the Green Bond Framework;
 - verifying the proceeds allocated to each Eligible Project;
 - reconciling the information with the supporting documents, in particular the records with the nature of borrowers as well as the underlying accounting data and the accounting and loan management system.
- implementing analytical procedures on the allocation of proceeds and verifying their consistency with information provided in the Report.

Based on our work, we have no comments regarding:

- **the compliance, in all material respects, of the Eligible Projects disclosed in the attached report with the eligibility criteria specified in the Green Bond Framework;**
- **the statement of allocation of proceeds disclosed on page 12 of the Report in Appendix to this attestation.**

This attestation has been prepared for you in connection with the context mentioned in the first paragraph and it may not be used, disclosed or referred to for any other purpose.

In our capacity as Statutory Auditor of CAFFIL, our responsibility to CAFFIL is defined by French law and we do not accept any extension of our responsibility beyond that specified by French law. We shall not be liable to any third parties, including green bondholders, and we are not party to the Green Bond Framework agreement. We shall not be held liable for the execution of the Green Bond Framework or for any resulting damages, loss, cost or expense.



Caisse Française de Financement Local

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This attestation is governed by French law. All disputes, claims, or disagreements arising from our engagement letter or this attestation fall under the exclusive jurisdiction of the French courts. Both parties irrevocably forego their right to oppose any case brought before the French courts, or to argue that the case has been brought before a court that lacks jurisdiction, or that the French courts do not have jurisdiction.

Paris-La Défense, November 9, 2020

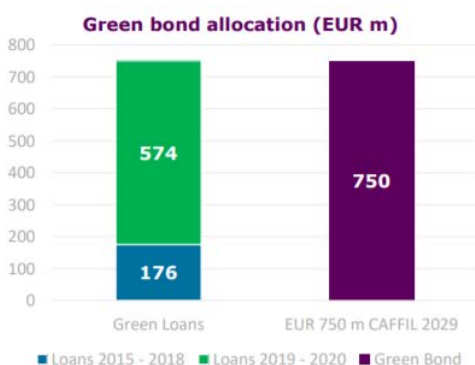
KPMG S.A.

Fanny Houlliot
Partner
Sustainability Services

Jean-François Dandé
Partner

APPENDIX

ALLOCATION REPORTING
EUR 750 M CAFFIL GREEN BOND 2029



For loans acquired prior to issuance, the allocation is based on the outstanding amount of the loans on the date of issuance of the Green Bond. For all loans acquired after issuance of the Green Bond, the allocation is based on the total loan amount acquired from La Banque Postale.

The allocation has been independently verified by KPMG. This assessment is reproduced in the appendix of this reporting.

Overall EUR 750 m in green loans have been allocated to the EUR 750 m CAFFIL Green Bond 2029.

The green loan program to French local authorities in partnership with La Banque Postale has been set up in 2019. Green loans with a volume of EUR 574 m have been acquired by SFIL Group from La Banque Postale in 2019 and 2020, i.e. 76% of total allocated green loans.

The remaining EUR 176 m in loans date back to the period 2015 to 2018. All the necessary data has been collected from borrowers to ensure that loans fully comply with the green bond framework.

Allocation and Impact
Report 2020