

Banco de Crédito e Inversiones

Type of Engagement: Annual Review

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Engagement Team:

Kajal Chaubey, kajal.chaubey@morningstar.com

Introduction

Banco de Crédito e Inversiones (“Bci” or “the Bank”) issued three green bonds between March 2021 and January 2022 (collectively, the “Green Bonds”)¹ and raised USD 314 million to finance and refinance environmentally sustainable projects related to renewable energy, clean transportation, energy efficiency and sustainable water management. In April 2025, Bci engaged Sustainalytics to review the projects financed with proceeds from the Green Bonds (the “Nominated Expenditures”) and provide an assessment as to whether they meet the use of proceeds criteria and whether Bci complied with the reporting commitments in the Bci Sustainable Financing Framework (the “Framework”).² This is Sustainalytics’ third annual review of allocation and reporting of the instruments issued under the Framework, following a previous review in April 2023 and April 2024.^{3,4}

Evaluation Criteria

Sustainalytics evaluated the Nominated Expenditures and Bci’s reporting based on whether they:

1. Meet the use of proceeds and eligibility criteria defined in the Framework; and
2. Reported on at least one key performance indicator (KPI) for each use of proceeds category defined in the Framework.

Table 1: Use of Proceeds Categories, Eligibility Criteria and Associated KPIs

Use of Proceeds Category	Eligibility Criteria	Key Performance Indicators
Renewable Energy	Loans related to the financing or refinancing of the construction, development, operation, acquisition, maintenance, connection, transmission, and distribution of the following renewable energy generation sources: <ul style="list-style-type: none"> • Offshore and Onshore Wind • Concentrated Solar Power • Solar Photovoltaic • Small scale hydroelectricity <20MW 	<ul style="list-style-type: none"> • CO₂ emission avoided (tCO₂e) • Total installed capacity (MW)
Clean Transportation	Loans related to the financing or refinancing of the construction, development, operation, acquisition and maintenance of low carbon transportation, including: <ul style="list-style-type: none"> • Electric vehicles and charging infrastructure 	<ul style="list-style-type: none"> • Number of passengers in each admitted transit system • New distance traveled in clean transport (kms) • Number of electrical charging facilities

¹ Bci issued three Green Bonds, raising USD 54 million in March 2021, JPY 44 million and CHF 216 million in January 2022 with maturities in December 2029, January 2027 and April 2027, respectively.

² Bci, “Sustainable Financing Framework”, (2021), at:

https://cdn3.bci.cl/uploads/c263b6ce-89ac-4b6a-ba63-72e848ac1cba/original/Bci_Sustainability_Financing_Framework.pdf

³ Bci, “Annual Review, Bci”, (2023), at: https://cdn3.bci.cl/uploads/9912c124-2027-4464-8630-07b68441eec5/original/Banco_de_Credito_e_Inversiones_Sustainable_Financing_Framework_Annual_Review_2023.pdf

⁴ Bci, “Annual Review, Bci”, (2024), at: https://cdn3.bci.cl/uploads/63c01ce6-5d76-4e6a-b5df-16eb8795b6aa/original/BCI_Annual_Review_2024_c.pdf

	<ul style="list-style-type: none"> • Hydrogen or zero emissions public transport (rolling stock and supporting infrastructure) • Public transport that is (partially) powered by fossil fuels as long as GHG emissions per passenger are <50 gCO₂ per passenger / km. • Technology and infrastructure that allows car sharing schemes, road pricing systems, better use of public transport and other similar systems. 	
Sustainable Water and Wastewater Management	<p>Credits related to the financing or refinancing of the construction, development, operation, acquisition and maintenance of infrastructure that prevents the waste of water and / or reduces its use, including:</p> <ul style="list-style-type: none"> • Sustainable water infrastructure for clean and / or potable water. • Water treatment infrastructure, including wastewater treatment systems (excluding any water treatment facilities related to fossil fuel activity). • More efficient water distribution, storage and sewerage system. • Desalination plants powered by renewable energies (excluding desalination plants whose generation comes from fossil fuels). 	<ul style="list-style-type: none"> • Volume of water saved / reduced / treated (m³)

Issuer's Responsibility

Bci is responsible for providing accurate information and documentation relating to the details of the projects, including descriptions, amounts allocated and impact.

Independence and Quality Control

Sustainalytics, a leading provider of ESG research and ratings, conducted the verification of the use of proceeds from Bci's Green Bonds. The work undertaken as part of this engagement included the collection of documentation from Bci and review of said documentation to assess conformance with the Framework.

Sustainalytics relied on the information and the facts presented by Bci. Sustainalytics is not responsible nor shall it be held liable for any inaccuracies in the opinions, findings or conclusions herein due to incorrect or incomplete data provided by Bci.

Sustainalytics made all efforts to ensure the highest quality and rigor during its assessment process and enlisted its Sustainability Bonds Review Committee to provide oversight of the review.

Conclusion

Based on the limited assurance procedures conducted,⁵ nothing has come to Sustainalytics' attention that causes us to believe that, in all material respects, the Nominated Expenditures do not conform with the use of proceeds criteria and reporting commitments in the Framework. Bci has disclosed to Sustainalytics that the proceeds from the Green Bonds were fully allocated as of 28 February 2025.

⁵ Sustainalytics' limited assurance process includes reviewing documentation relating to details of projects, as provided by the issuing entity, which is responsible for providing accurate information. These may include descriptions of projects, estimated and realized costs, and reported impact. Sustainalytics has not conducted on-site visits to projects.

Detailed Findings

Table 2: Detailed Findings

Framework Requirements	Procedure Performed	Factual Findings	Error or Exceptions Identified
Use of Proceeds Criteria	Verification of projects to determine alignment with the use of proceeds criteria outlined in the Framework.	The Nominated Expenditures comply with the use of proceeds criteria.	None
Reporting Criteria	Verification of projects or assets to determine if impact was reported in line with the KPIs outlined in the Framework.	Bci reported on at least one KPI per use of proceeds category.	None

Appendices

Appendix 1: Allocation of Proceeds

Table 3: Allocation of proceeds from the Green Bonds as of February 2025

Use of Proceeds Category	Project Name	Number of Projects	Project Description	Allocated Amount (USD million)
Renewable Energy	Solar Energy	6	Financing of the construction, development, and operation of solar photovoltaic projects.	98.65
	Wind Energy	1	Financing of wind energy projects in the community of San Gregorio, in the Magallanes Region.	14.11
	Hydroelectric Power ⁶	2	One project includes the purchase of four small-scale hydro plants; the other involves the maintenance and operation of a run-of-the-river hydroelectric power plant for Embalse Convento Viejo in the Santa Cruz and Nilahue Valley areas.	49.54
Clean Transportation	Teleférico Bicentenario	1	The project is a cableway that connects three zones in Santiago. It involves the construction and operation of an urban cable car connecting the communities of Providencia, Las Condes, Vitacura, and Huechuraba via a 3,382-meter-long, detachable single-cable line.	81.00
Sustainable Water and Wastewater Management	Aconcagua Project	1	Development, design, construction, and operation of a multipurpose, multi-client seawater desalination plant (capacity: 1,000 L/s) in Quintero Bay. Includes a 106 km	57.05

⁶ Bci has confirmed to Sustainalytics that the capacity of the two small-scale hydropower projects financed meet the threshold value of 20 MW.

			aqueduct with five distribution tanks and an electrical substation, transporting desalinated water through the Aconcagua basin.	
	Pure Play Working Capital	3	Working capital loans for companies in which 90% or more of income comes from eligible green categories, as outlined in the framework.	13.65
Total Amount Allocated (USD million)				314.0
Total Amount Unallocated (USD million)				0.0
Total Net Proceeds Raised (USD million)				314.0

Appendix 2: Reported Impact

Table 4: Reported Impact from the Green Bonds as of February 2025

Use of Proceeds Category	Project Name	Reported Impact
Renewable Energy	Solar Energy	186.5 MW of installed capacity
	Wind Energy	13.4 MW of installed capacity
	Hydroelectric Power	18.3 MW of installed capacity
Clean Transportation	Teleférico Bicentenario	15,000 passengers transported per km daily
Sustainable Water and Wastewater Management	Aconcagua Project	69 l/s
	Pure Play Working Capital	Not reported

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