

# POST ISSUANCE VERIFICATION REPORT – PE TOABRÉ, S.A.

- ▶ PARQUE EÓLICO TOABRÉ (PET)
- ▶ Panamá
- ▶ Jun 2025

## TABLE OF CONTENTS

<b>1. Introduction</b>	2
<b>2. Assurance Scope and Objectives</b>	2
<b>3. Performed Procedures</b>	2
<b>4. Conformance with Climate Bonds Standard and Sector Criteria</b>	2
4.1 Use of Proceeds and Conformance with Sector Criteria	2
4.2 Reporting Status	3
<b>5. Conclusion</b>	3
<b>6. Limitations of Assurance Engagement</b>	3
<b>7. Independence and Quality Control</b>	3
<b>Annex A: Climate Bonds Standard Version 3.0 Post-Issuance Certification Checklist</b>	5

## Verification details

TYPE OF ENGAGEMENT: POST ISSUANCE VERIFICATION  
WIND SECTOR CRITERIA OF THE CLIMATE BONDS STANDARD  
PERIOD ENGAGEMENT WAS CARRIED OUT: ANNUAL REPORT ON GREEN BONDS 2024.  
APPROVED VERIFIER: PACIFIC CORPORATE SUSTAINABILITY – PACIFIC CREDIT RATING GROUP  
POST-ISSUANCE ENGAGEMENT LEADER: JANETT BURGA [JBURGA@PCSLATAM.COM](mailto:JBURGA@PCSLATAM.COM)



## 1. Introduction

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This report constitutes an independent post-issuance limited assurance of the proposed US Dollar denominated bonds aggregating up to US\$200,000,000.00 (“Green Bond”) issued by PARQUE EOLICO TOABRE, S.A., “PET”, located in Toabré, district of Penonome, province of Coclé in accordance with the post-issuance requirements of “Limited Assurance” under Climate Bonds Standard Version 3.0.

All Bonds received Pre-Issuance Certification by the Climate Bonds Initiative (“CBI”) Standard Board under the Wind Sector Criteria V1.3.

## 2. Assurance Scope and Objectives

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PET engaged Pacific Corporate Sustainability to provide an independent verification on the alignment of green bonds issued under Green Bonds certification with the Climate Bonds Standard Post-Issuance Requirements.

This Post-Issuance Verification Report addresses the allocation and management of the proceeds from the issuance of Series A Green Bonds totaling US\$125,000,000 that were placed in August 2023 as part of the Corporate Green Bond Revolving Program. As of the date of submission of the report, 100% of the funds from the issuance have been allocated.

## 3. Performed Procedures

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The procedures undertaken for this post-issuance verification included the following steps:

- Conducting interviews with key staff involved in the Green Bond issuance and the project implementation.
- Examining the issuer’s policies, procedures, and processes related to:
  - Use of proceeds
  - Management of proceeds
  - Project eligibility and selection
- Verifying the accuracy and completeness of data provided by the issuer.
- Receiving a detailed overview of the nominated project and supporting documentation.
- Reviewing the issuer’s responses to a questionnaire covering all applicable Climate Bonds Standard Version 3.0 criteria.
- Evaluating additional background documents submitted to support the questionnaire responses.
- Following up with the issuer in cases where answers require clarification or further detail.
- Assessing overall alignment with the Wind Sector Criteria v1.3 under the Climate Bonds Initiative (CBI) framework.

## 4. Conformance with Climate Bonds Standard and Sector Criteria

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### 4.1 Use of Proceeds and Conformance with Sector Criteria

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The proceeds obtained through the placement were used to refinance the first phase of the TOABRÉ ENERGY PROJECT (PET) – the first of its kind to support the country's energy transition. This project is part of a long-term roadmap aimed at diversifying the energy matrix and advancing energy access, efficiency, security, and decarbonization of Panama's energy system.

An amount of US\$125,000,000 was allocated, which was used to pay off the syndicated loan and cover other costs related to the issuance.

## 4.2 Reporting Status

PET has provided information on the impacts of the Bonds-financed activities in the Green Bonds Impact Report, which is available on PET's website: <https://petoabre.com/comunicaciones/>.

The Green Bonds Impact Report details PET's report the allocation, eligibility, and impact of Bonds-financed activities. Impact metrics and key performance indicators on Bonds-financed activities reported include but are not limited to:

- Tons of CO<sub>2</sub> equivalent avoided per year
- MWh or GWh of clean energy generated/produced per year
- MW installed power.

### Performance Indicators

PET aims to contribute to generating renewable energy and thus promote Panama's energy transition. PET exhibits a strong commitment to mitigating climate change and achieving sustainable development goals. By the end of December 2024, PET had managed to reduce to 85,642,348 tCO<sub>2</sub>eq. In addition, it contributed to the generation of renewable electricity, obtaining a generation of 168,000 MWh, with an installed power of 66 MW. The factor of avoided CO<sub>2</sub> quality versus electricity generation was 0.5092 tCO<sub>2</sub>/MWh.

PET, in its first annual report, demonstrates its commitment to the environment, highlighting its results in 2022, 2023 and 2024.

Table 1. Climate Impact Report PET.

INDICATOR	UNIT	2022	2023	2024
Tons of CO <sub>2</sub> equivalent avoided per year	tCO <sub>2</sub> eq	44,466	121,600	85,642
MWh of clean energy generated/produced per year	MWh/year	119,000	246,000	168,000
MW installed power	MW	66	66	66
Emission Factor	-	0.3736	0.4949	0.5092

Source. Climate Impact Report – Parque Eólico Toabré, S.A.

## 5. Conclusion

Based on the limited assurance procedures conducted and evidence obtained, nothing has come to our attention that causes us to believe that in all material respects the Bonds issued under the Green Bond Framework conform with the Post-Issuance Verification Requirements of the Climate Bonds Standard Version 3.0, and the Bond's financed activities are aligned with the Wind Sector Criteria.

## 6. Limitations of Assurance Engagement

This assurance engagement was limited to the Post-Issuance of the Parque Eólico Toabré; therefore, our procedures did not constitute an examination or evaluation of the following:

- Data and information beyond the defined reporting boundary and period.
- Credit rating and financial performance of the prospective issuer.
- Environmental, social, or governance impact of the proposed projects/investments, except to the extent required for compliance with Climate Bonds Initiative Version 3.0.

## 7. Independence and Quality Control

As an approved verifier by the Climate Bonds Initiative, PCS ensures that the results of the independent Post-Issuance Verification Report are of the highest quality and reflect an impartial review process of Climate Bonds Standards Version 3.0.

PCS carried out Limited Assurance procedures by the International Standard on Assurance Engagements (ISAE 3000) established by the International Auditing and Assurance Board (IAASB) of the International Federation of Accountants (IFAC).

PCS nor any member of the verifier team is involved in any way in the issuance or management of Green Bonds. PCS has applied internal procedures to confirm no conflicts of interest for this verification engagement.

## Annex A: Climate Bonds Standard Version 3.0 Post-Issuance Certification Checklist

5. Use of Proceeds		
Climate Bonds Standard Requirement	Findings	Requirement Met
5.1. Proceeds allocation	Revenues from wind power generation are used in part to amortize the balance of the green bond. The issuance of the green bond of US\$125,000,000, as of December 31, 2024, has a balance of US\$118,887,500. The net resources allocated have been used to repay the syndicated loan to Prival Bank, S.A. and to cover other costs related to the issuance by PET.	Meets
5.2. Eligibility Criteria	The project is aligned with the criteria of the wind sector and the overall climate objectives of green bonds.	Meets
5.3. Allocation Timeline	The initial issuance of US\$125,000,000 (Serie A) was carried out in August 2023.	Meets
5.4. Multiple Nominations for Certified Debt Instruments	PCS has reviewed that the wind farm project has not been nominated under any other existing Certified Climate Debt Instruments, Green Bonds or similar designated instruments.	Meets
5.5. Refinancing	PCS confirms the appropriate tracking of Net Proceeds allocated for refinancing purposes. The Net Proceeds amounting to US\$125,000,000.00 were allocated to cover issuance-related costs by PET and were used for the cancellation of the syndicated loan.	Meets
5.6. Proceed Management	<p>PET has established a structured process for the management of funds that allows traceability in the management of funds:</p> <ul style="list-style-type: none"> <li>• Issuer: PARQUE EÓLICO TOABRÉ, S.A.</li> <li>• Trustee: PRIVAL TRUST, S.A.</li> <li>• Payment Agent: Banco Nacional de Panama</li> </ul> <p>The Trustee will be responsible for granting the resources obtained from the Green Bonds as set forth in the "Use of Funds" section of the Green Bond Framework, in addition to receiving from PET the expense and income reports for each "Use of Funds" application, and issuing quarterly reports of its fiduciary management and audited financial statements of the Trust at the end of the fiscal year.</p>	Meets
5.7. Valuation	PCS reviewed the Net Proceeds of the Bonds to ensure they are not greater than the value of the Nominated Project.	Meets
5.8. Nominated Project Modifications (5.8.1)	PCS, as a Verifier authorized by the CBI, carried out the Verification after the issuance of PET Green Bonds, to validate that PET has not made modifications or alterations to the Nominated Project.	Meets

6. Process for Evaluation and Selection of Projects & Assets		
Climate Bonds Standard Requirement	Findings	Requirement Met
6.1. Decision-making Process for Determining Eligibility (6.1.1 - 6.1.5)	PCS reviewed documentation of the decision-making process used to determine eligibility, including the company's mission to continue expanding wind power generation capacity in the country's energy mix through the PET project. PET is aligned with the wind sector criteria established by the CBI and the Green Bond Principles of ICMA.	Meets

7. Management of Proceeds		
Climate Bonds Standard Requirement	Findings	Requirement Met

<b>7.1. Proceeds Held in Subaccount</b>	PET has established a guarantee and administration trust to ensure traceability in the payment of project financing. Trust accounts have been set up between current accounts and savings accounts, which create an operational cascade of seven accounts, namely: concentration account, contingency account, reserve account, interest debt service account, capital debt service account, operating account, remainder account, and the insurance and bond account.	Meets
<b>7.2. Earmarking of Proceeds</b>	PET has established an allocation process to manage the proceeds of the nominated projects in charge of Prival Bank, S.A. as trustee.	Meets
<b>7.3. Temporary Investment Instruments (7.3.1) – (7.3.3)</b>	The remainder of the proceeds from the Program will be used for the development and commissioning of the following phases of the Project, as outlined in the final generation license. The trust will have Audited Financial Statements annually.	Meets

8. Reporting		
Climate Bonds Standard Requirement	Findings	Requirement Met
<b>8.1. Reporting Approach</b>	PCS confirms the implementation of procedures to provide updated reports of the periodic underwriting commitment during the term of the green bond in accordance with the Climate Bond Standard and ICMA. All information related to the Green Bond, such as the green bond framework, annual reports, and verification reports, is publicly available on the PET website: <a href="https://petoabre.com/comunicaciones/">https://petoabre.com/comunicaciones/</a> .	Meets
<b>8.1.2. The Update Report.</b>		Meets
<b>8.1.3. The Issuer should provide an Update Report to holders of the Bond on a timely basis in case of material developments</b>		Meets

## Disclaimer

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The client is fully accountable for certifying and safeguarding its commitments' fulfillment, execution, and monitoring.

## About Pacific Corporate Sustainability (PCS)

PCS has the objective of integrating sustainability standards into business strategies, based on global trends with potential investors and society. PCS belongs to Pacific Credit Rating Group (PCR), the only rating group with a real and direct international presence in Latin America, with 27 years of experience providing quality service in the region.

The PCR Group is a signatory member of the Principles of Responsible Investment promoted by the United Nations, being the only Latin American rating group that is part of the Financial Rating Agencies Initiative at a global level. It has also been recognized as a supporting institution for the Financial Initiative of the United Nations Environment Program (UNEP FI) to promote sustainable finance

PCR Group has been certified by the Climate Bonds Standard Board as an approved verifier organization since March 2020. This accreditation has reinforced its commitment to promote sustainable finance in the region, highlighting the generation of awareness and benchmarking of good practices.

