



Green Funding Allocation Report 2023

Aareal
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Green Finance at Aareal

Status Quo

Green lending was identified back in the 2019 financial year as a material opportunity for ensuring that our business model remains viable. We have defined environmental sustainability criteria for commercial property based on our valuation expertise, our many years of experience, our property market knowledge, and existing market standards. These form the basis for our “Green Finance Framework – Lending” as well as our „Green Finance Framework – Liabilities“. In addition to meeting minimum energy efficiency standards the existence of certain high-quality building certificates and the compliance with requirements for Taxonomy-aligned buildings serve as qualification criteria for green loans. This definition was developed together with internal experts with the goal of applying it around the world.

Both frameworks were reviewed by Sustainalytics in a second-party opinion with regard to their ambition, market conformity and suitability of the qualification criteria, and were rated as “credible and impactful”. Our Green Finance Framework – Lending forms the basis for extending green loans and hence is successively aligning the Bank’s credit portfolio with sustainable criteria. Our green funding offering supplements our green lending activities, allowing us to offer ESG-oriented clients products in both the asset and the liability areas of the business. With the issuance of the first green funding products, a bank-internal committee was established to manage and monitor the green asset pool and to make additional enhancements to the Green Finance Framework – Liabilities.



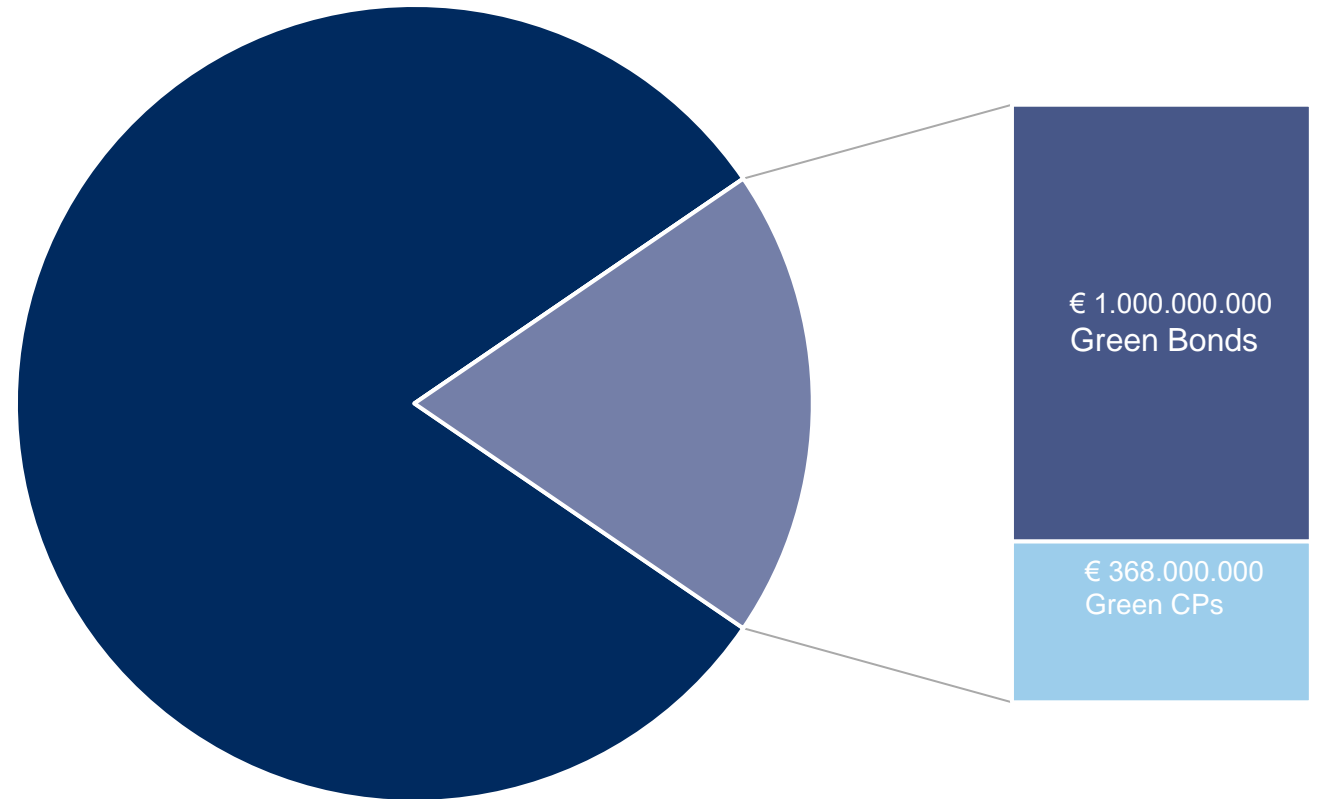
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Reporting for the 2023 financial year

A total of approximately € 1.3 billion in green European commercial paper (also referred to as “CP”) was issued for funding purposes in the reporting period under the Multi-currency Commercial Paper Programme. Due to a further diversified and optimized funding mix there were no uncovered benchmark transactions and hence no green benchmark issues in 2023 needed. In total, around €1.4 billion in green funding instruments were outstanding as of December 31, 2023 (see the table below). These include € 1 billion in green bonds.

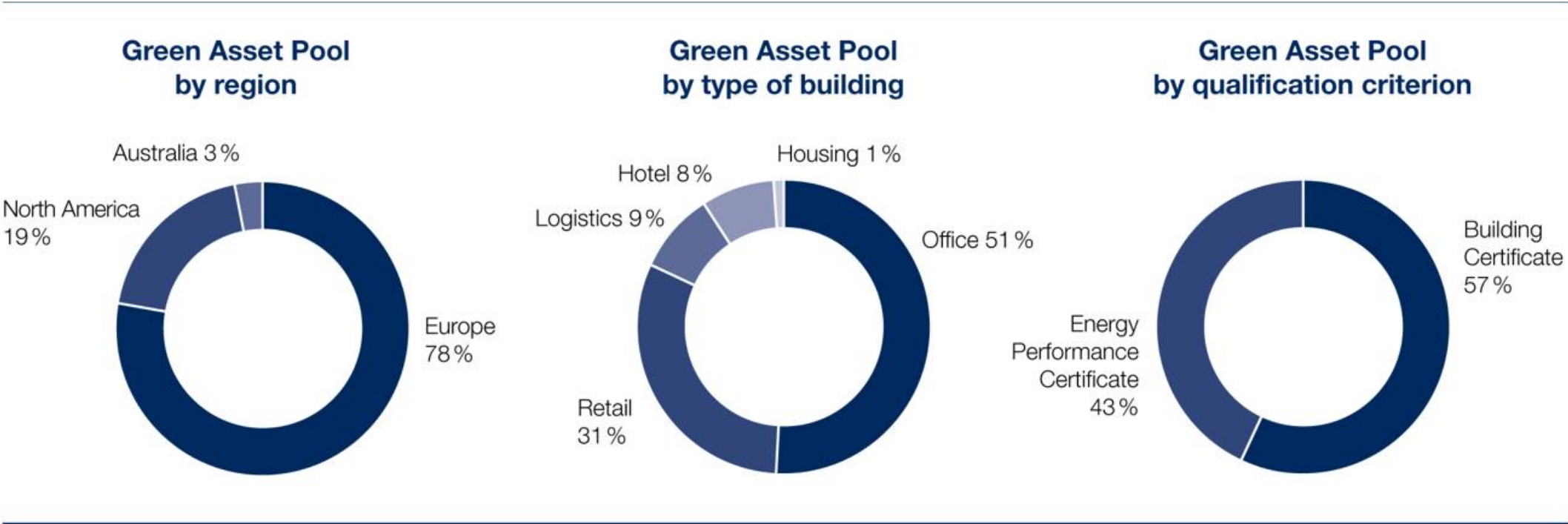
The green asset pool amounted to approximately €5.8 billion as at 31 December 2023. As a result, all issuing proceeds from the green funding instruments could be allocated to green assets (in line with the Aareal Green Finance Framework – Liabilities). This provides comfortable headroom for further green funding activities. Breakdowns of the overall green asset pool by region, building type and qualification criteria are given on the following page.

Green Asset Pool & Green Funding as of 31.12.2023



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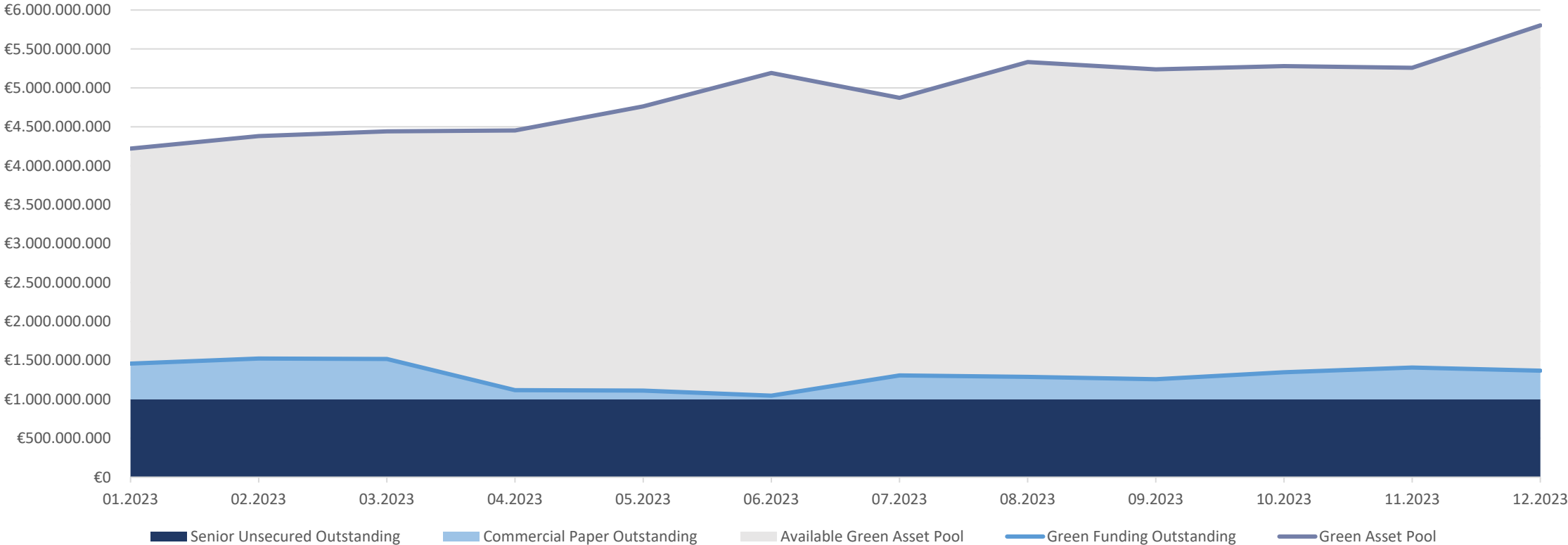
Breakdowns of the overall green asset pool by region, building type and qualification criteria



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Development in the 2023 financial year

The following chart shows the outstanding green funding volume compared to the asset pool during the course of the year 2023. The grey area shows the additional green asset pool available at any given time.



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Overview Green CPs

Start	End	Notional	Ccy	ISIN
06.01.2023	06.03.2023	25.000.000,00	USD	XS2574380403
09.01.2023	06.04.2023	210.000.000,00	EUR	XS2575583047
11.01.2023	06.04.2023	190.000.000,00	EUR	XS2576251412
20.01.2023	22.05.2023	50.000.000,00	EUR	XS2580209364
01.02.2023	01.08.2023	15.000.000,00	USD	XS2583647594
28.02.2023	03.05.2023	40.000.000,00	EUR	XS2595035077
06.03.2023	06.09.2023	10.000.000,00	USD	XS2596334867
25.04.2023	25.10.2023	20.000.000,00	EUR	XS2616341801
02.05.2023	02.06.2023	15.000.000,00	EUR	XS2619324747
29.06.2023	01.09.2023	30.000.000,00	EUR	XS2645715611
04.07.2023	04.10.2023	165.000.000,00	EUR	XS2647338982
05.07.2023	05.09.2023	15.000.000,00	EUR	XS2647851976
07.07.2023	07.12.2023	50.000.000,00	EUR	XS2649170698
24.08.2023	24.10.2023	5.000.000,00	EUR	XS2674555540
08.09.2023	08.03.2024	18.000.000,00	EUR	XS2680717258
26.09.2023	26.03.2024	15.000.000,00	EUR	XS2697471709
04.10.2023	04.04.2024	5.000.000,00	EUR	XS2700997773

Start	End	Notional	Ccy	ISIN
05.10.2023	05.01.2024	5.000.000,00	EUR	XS2701589603
10.10.2023	10.11.2023	15.000.000,00	EUR	XS2703613583
10.10.2023	02.04.2024	170.000.000,00	EUR	XS2703724810
23.10.2023	12.12.2023	10.000.000,00	EUR	XS2709318393
23.10.2023	23.01.2024	35.000.000,00	EUR	XS2709370048
24.10.2023	27.12.2023	5.000.000,00	EUR	XS2710058145
24.10.2023	24.01.2024	10.000.000,00	EUR	XS2710058574
24.10.2023	23.02.2024	10.000.000,00	EUR	XS2710062337
31.10.2023	12.12.2023	10.000.000,00	EUR	XS2713229925
31.10.2023	31.05.2024	15.000.000,00	EUR	XS2713327695
02.11.2023	30.01.2024	20.000.000,00	EUR	XS2714421810
06.11.2023	05.01.2024	15.000.000,00	EUR	XS2715840083
13.11.2023	27.11.2023	5.000.000,00	EUR	XS2719999257
20.11.2023	16.02.2024	25.000.000,00	EUR	XS2724594796
21.11.2023	21.12.2023	15.000.000,00	EUR	XS2724974600
06.12.2023	06.06.2024	15.000.000,00	EUR	XS2732264515
12.12.2023	12.01.2024	5.000.000,00	EUR	XS2734734085
27.12.2023	27.02.2024	5.000.000,00	EUR	XS2740944785

Overview Green Bonds

Start	End	Notional in Ccy	Ccy	ISIN
25.07.2022	25.07.2025	500.000.000,00	EUR	DE000AAR0355
17.01.2022	18.04.2028	500.000.000,00	EUR	DE000AAR0322

Grey columns show green funding instruments maturing during the year

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