



Instituto de Crédito Oficial

# SOCIAL BOND REPORTING

**Social Bond  
launched June 2024**

Published June 2025

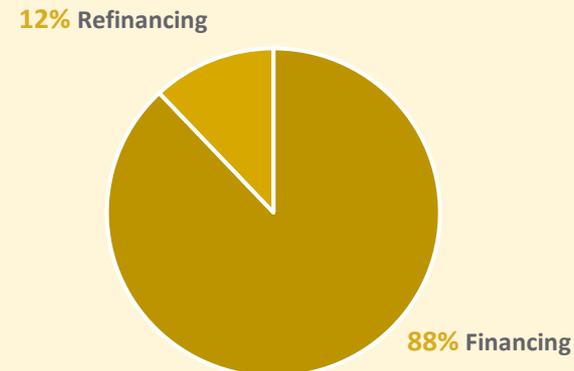
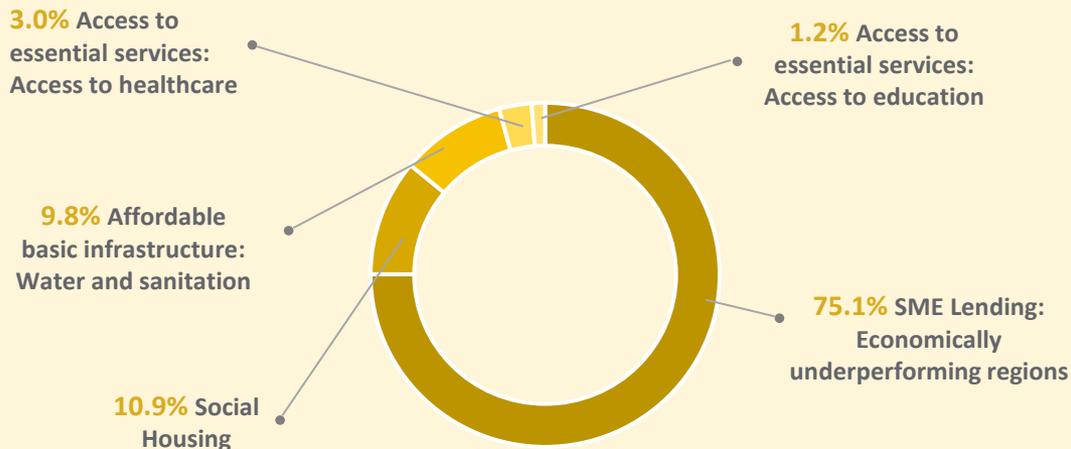


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Project Category	Definition	SDG
<b>Second floor facilities</b>		
<b>SME Lending</b>	Loans to SMEs established in economically underperforming regions of Spain, established in municipalities of Spain facing depopulation (hence supporting the fight against the 'Empty Spain) and affected by any natural / health disaster (pandemics, earthquakes, floods, droughts...)	  
<b>Direct lending</b>		
<b>Socioeconomic advancement and empowerment</b>	Programs that support the Socioeconomic advancement and empowerment (projects aiming at supporting, integrating and providing basic services to vulnerable population or developing job security / basic needs / equal opportunities)	   
<b>Social Housing</b>	Loans dedicated to the development and provision of Social Housing, including renovation, maintenance and improvements of social housing projects and Social Housing with adapted rents to disadvantaged targeted populations	 
<b>Access to essential services</b>	Healthcare, education, professional training or financing for companies facing natural / health disasters (pandemics, earthquakes, floods, droughts...)	  
<b>Affordable basic infrastructure</b>	Water and sanitation, connectivity and digital access	 
<b>Axis Venture Capital</b>		
<b>Socioeconomic advancement and empowerment</b>	Investments in Social Funds providing funding to social enterprises, recognized as European social entrepreneurship fund, aligned with the European Union regulation for Social entrepreneurship funds.	   

Framework: [https://www.ico.es/documents/77230/77304/ICO+Social+Bond+Framework +%282022%29.pdf/](https://www.ico.es/documents/77230/77304/ICO+Social+Bond+Framework+%282022%29.pdf/)

# Allocations



	No. projects	Allocated amount (EUR million)	Average maturity of loans (years)	Location
SME Lending: Economically underperforming regions	3,501	375.30	7	Galicia, Andalucía, Comunidad Valenciana and other Spanish regions
Social Housing	12	54.66	32	Spain (various regions)
Affordable basic infrastructure: Water and sanitation	2	48.80	15	Panama, Dominican Republic
Access to essential services: Access to healthcare	1	15.00	15	Spain (various regions)
Access to essential services: Access to Education <small>In the following slides, categories are shown in order of allocated amount</small>	1	6.24	15	Panama
	<b>3,517</b>	<b>500.00</b>	<b>6</b>	

## Category's impact and allocation



**EUR 375.30 mn**  
**3,501 projects**

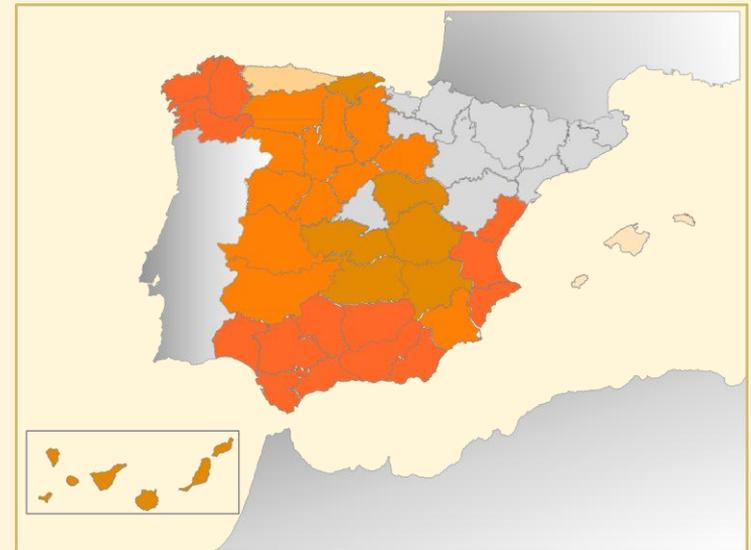


**EUR 105,803** average loan  
**7.4 years** average loan maturity



**32,600 jobs** created  
and/or retained

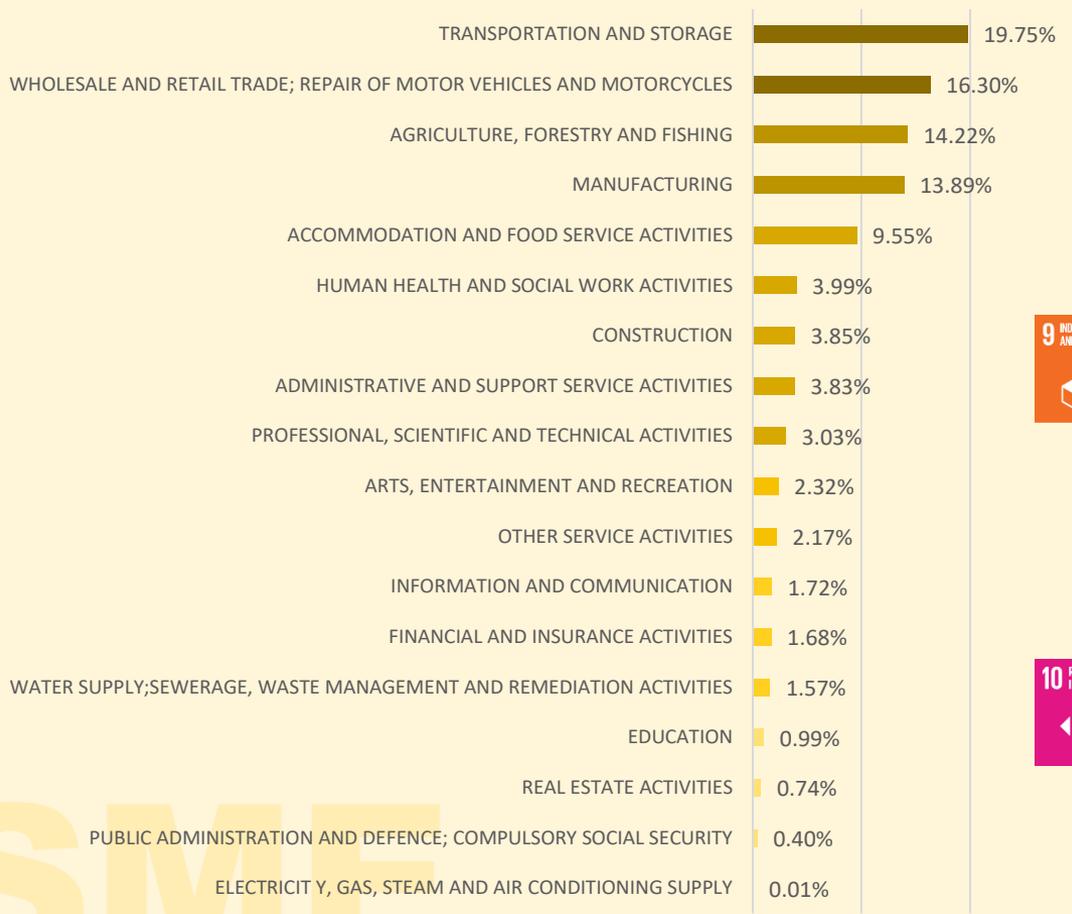
## Regional distribution of the proceeds



SME

## Category's impact and allocation

### Distribution of the funds by activity sector



8.1 Sustain per capita economic growth in accordance with national circumstances and, in particular, at least 7 per cent gross domestic product growth per annum in the least developed countries.

8.3 Promote development-oriented policies that support productive activities, decent job creation, entrepreneurship, creativity and innovation, and encourage the formalization and growth of micro-, small- and medium-sized enterprises, including through access to financial services

8.10 Strengthen the capacity of domestic financial institutions to encourage and expand access to banking, insurance and financial services for all



9.2 Promote inclusive and sustainable industrialization and, by 2030, significantly raise industry's share of employment and gross domestic product, in line with national circumstances, and double its share in least developed countries

9.3 Increase the access of small-scale industrial and other enterprises, in particular in developing countries, to financial services, including affordable credit, and their integration into value chains and markets



10.1 By 2030, progressively achieve and sustain income growth of the bottom 40 per cent of the population at a rate higher than the national average

10.2 By 2030, empower and promote the social, economic and political inclusion of all, irrespective of age, sex, disability, race, ethnicity, origin, religion or economic or other status

SME

## Category's impact and allocation



**EUR 54.66 mn allocated** (total projects amount: **EUR 216.53 mn**)



Construction of a total of **1,303 homes**, to be incorporated to the rental market for vulnerable groups.



**EUR 608** average monthly rent, including garage and storage rooms



Located in **Andalucía, Aragón, País Vasco, Castilla La Mancha, Madrid and Cataluña**



1.4 By 2030, ensure that all men and women, in particular the poor and the vulnerable, have equal rights to economic resources, as well as access to basic services, ownership and control over land and other forms of property, inheritance, natural resources, appropriate new technology and financial services, including microfinance



11.1 By 2030, ensure access for all to adequate, safe and affordable housing and basic services and upgrade slums

# UoP category: Affordable basic infrastructure - Water and sanitation

## Category's impact and allocation



**EUR 48.80 mn allocated** (total projects amount: **EUR 465.49 mn**)



**34,560 m<sup>3</sup>/day** wastewater treated



**2 sanitation** projects financed



**518,400 m<sup>3</sup>/day** of drinking water supplied



**933,100 beneficiaries**



Located in **Panama** and **Dominican Republic**



6.1 By 2030, achieve universal and equitable access to safe and affordable drinking water for all.

6.3 By 2030, improve water quality by reducing pollution, eliminating dumping and minimizing release of hazardous chemicals and materials, halving the proportion of untreated wastewater and substantially increasing recycling and safe reuse globally.

6.4 By 2030, substantially increase water-use efficiency across all sectors and ensure sustainable withdrawals and supply of freshwater to address water scarcity and substantially reduce the number of people suffering from water scarcity.

6.b Support and strengthen the participation of local communities in improving water and sanitation management.

## Category's impact and allocation



**EUR 15.00 mn allocated** (total project amount: **EUR 69.02 mn**)



Capacity for **1,039 new residents**



**7 senior healthcare centres / homes** built



Located in **Spain** (Cornellà, Córdoba, Gandia, Getafe, Huesca, Majadahonda and León)



3.7 Achieve universal health coverage, including financial risk protection, access to quality essential health-care services and access to safe, effective, quality and affordable essential medicines and vaccines for all

3.8. Achieve universal health coverage, including financial risk protection, access to quality essential health-care services and access to safe, effective, quality and affordable essential medicines and vaccines for all

## Category's impact and allocation



**EUR 6.24 mn allocated** (total project amount: **EUR 30.15 mn**)



**369 teachers** trained that will teach **1,452** students



**5 educational centers** improved



Located in **Panama**

4

QUALITY EDUCATION



4.3 By 2030, ensure equal access for all women and men to affordable and quality technical, vocational and tertiary education, including university

4.4 By 2030, substantially increase the number of youth and adults who have relevant skills, including technical and vocational skills, for employment, decent jobs and entrepreneurship

4.5 By 2030, eliminate gender disparities in education and ensure equal access to all levels of education and vocational training for the vulnerable, including persons with disabilities, indigenous peoples and children in vulnerable situations

4.a Build and upgrade education facilities that are child, disability and gender sensitive and provide safe, nonviolent, inclusive and effective learning environments for all

8

DECENT WORK AND ECONOMIC GROWTH



8.6 By 2020, substantially reduce the proportion of youth not in employment, education or training

# Impact and allocation: overview (I)

Project description	Project Category			Target Population	Allocation information				Social Indicators	
	SBP Category	Sub-category	SDG addressed	Target Group	Total project amount (EUR million)	Allocated amount (EUR million)	Allocation share of total project amount (percent)	Residual maturity (years)		
Financing of 3,501 SMEs in regions with a GDP below the national average	Employment generation	SME financing	8, 9, 10	SMEs in line with European Union's standards and Economically underperforming regions	375.30	375.30	100.00%	7.15	Number of SMEs financed	3,501
									Number of jobs created/retained	32,600
Construction of 7 senior healthcare centers	Access to essential services	Health Care	3	Hospitals/ Healthcare (open to all population)	69.02	15.00	21.73%	11.95	Centers built	7
									Capacity (residents)	1,039
Financing the construction of social housing	Affordable housing	Social Housing	1, 11	Eligible beneficiaries according to socio-economic requirements set by regional governments	10.61	4.49	42.34%	28.57	Number of houses built	113
									Average monthly rent (EUR)	187
Financing the construction of social housing	Affordable housing	Social Housing	1, 11	Eligible beneficiaries according to socio-economic requirements set by regional governments	18.49	8.44	45.65%	37.76	Number of houses built	150
									Average monthly rent (EUR)	477
Financing the construction of social housing	Affordable housing	Social Housing	1, 11	Eligible beneficiaries according to socio-economic requirements set by regional governments	2.38	0.87	36.36%	32.42	Number of houses built	14
									Average monthly rent (EUR)	451
Financing the construction of social housing	Affordable housing	Social Housing	1, 11	Eligible beneficiaries according to socio-economic requirements set by regional governments	21.25	3.25	15.27%	42.55	Number of houses built	110
									Average monthly rent (EUR)	664
Financing the construction of social housing	Affordable housing	Social Housing	1, 11	Eligible beneficiaries according to socio-economic requirements set by regional governments	40.02	5.76	14.39%	29.75	Number of houses built	225
									Average monthly rent (EUR)	684
Financing the construction of social housing	Affordable housing	Social Housing	1, 11	Eligible beneficiaries according to socio-economic requirements set by regional governments	39.74	14.73	37.07%	28.47	Number of houses built	210
									Average monthly rent (EUR)	767
Financing the construction of social housing	Affordable housing	Social Housing	1, 11	Eligible beneficiaries according to socio-economic requirements set by regional governments	11.04	6.30	57.08%	28.58	Number of houses built	75
									Average monthly rent (EUR)	497

Indicators refer to the total amount of the projects

# Impact and allocation: overview (II)

Project description	Project Category			Target Population	Allocation information				Social Indicators	
	SBP Category	Sub-category	SDG addressed	Target Group	Total project amount (EUR million)	Allocated amount (EUR million)	Allocation share of total project amount (percent)	Residual maturity (years)		
Financing the construction of social housing	Affordable housing	Social Housing	1, 11	Eligible beneficiaries according to socio-economic requirements set by regional governments	11.84	1.56	13.15%	30.50	Number of houses built	71
									Average monthly rent (EUR)	630
Financing the construction of social housing	Affordable housing	Social Housing	1, 11	Eligible beneficiaries according to socio-economic requirements set by regional governments	6.00	1.04	100.00%	30.50	Number of houses built	36
									Average monthly rent (EUR)	630
Financing the construction of social housing	Affordable housing	Social Housing	1, 11	Eligible beneficiaries according to socio-economic requirements set by regional governments	26.89	4.94	18.38%	33.66	Number of houses built	143
									Average monthly rent (EUR)	738
Financing the construction of social housing	Affordable housing	Social Housing	1, 11	Eligible beneficiaries according to socio-economic requirements set by regional governments	14.41	1.72	11.96%	24.50	Number of houses built	78
									Average monthly rent (EUR)	610
Financing the construction of social housing	Affordable housing	Social Housing	1, 11	Eligible beneficiaries according to socio-economic requirements set by regional governments	13.86	1.56	11.28%	22.50	Number of houses built	78
									Average monthly rent (EUR)	610
Construction of a sanitation network and a wastewater treatment plant	Affordable basic infrastructure	Water and sanitation	6	Underserved areas	362.91	24.92	6.90%	14.98	Number of beneficiaries	83,100
									Volume wastewater treated (m3/day)	34,560
Expansion of the existing aqueduct for the supply of drinking water	Affordable basic infrastructure	Water and sanitation	6	Underserved areas	102.58	23.88	23.28%	15.51	Number of beneficiaries	850,000
									Volume drinking water supplied (m3/day)	518,400
Design and improvement of educational centers	Access to essential services	Education	4, 8	Public education system (open to all population)	30.15	6.24	20.69%	15.51	Number of educational centers	5
									Number of teachers trained	369
									Number of students benefited	1,452

Indicators refer to the total amount of the projects



Centro de Día Principado was established in 2017 and is dedicated to the provision of assistance in residential care homes with healthcare services for elderly people, within the geographical area of the Autonomous Community of Asturias.

This company manages the Centro de Día Principado, a center dedicated to elderly care, and it is the only day center located in Corvera (Avilés-Asturias).

The center has extensive and well-established experience in the sector and employs highly qualified professionals who are experts in dementia, Alzheimer's disease, and cognitive decline. These professionals develop effective therapies aimed at preserving the physical and mental health of elderly individuals.

The center has its own team of professionals, including physiotherapists, podiatrists, a doctor, a therapist, and a psychologist. It offers cognitive, functional, and motor therapies that are supervised by renowned experts, and are individualized and tailored to the needs of each person who attends the center daily. Additionally, the center has its own kitchen and transport service.

The financing granted by ICO will allow the company to acquire a new facility to expand its business.

The workforce currently includes nine female professionals, with plans to expand as the new centre opens.

Issuer:	Instituto de Crédito Oficial
Issue Amount:	€ 500,000,000
Pricing Date:	4 <sup>th</sup> June 2024
Payment Date:	11 <sup>th</sup> June 2024
Maturity Date:	31 <sup>st</sup> October 2029
Annual Coupon:	3.05%
Re-offer Price:	99.898%
Re-offer Spread:	SPGB 0.6% 10/31/29 + 9 bps
Re-offer Yield:	3.073%
ISIN Code:	XS2838987506
Documentation:	GMTN Programme

**International investors accounted for 72% of the final book**



**ESG investors accounted for 55% of the final book**



## Sustainalytics report

*" (...) 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. ICO has disclosed to Sustainalytics that the proceeds from the 2024 Social Bond were fully allocated as of April 2025."*

*Morningstar Sustainalytics, a globally-recognized provider of ESG research, ratings and data, evaluated ICO's Framework and the alignment thereof with relevant industry standards and provided views on the robustness and credibility of the Framework. The review, whether in whole or in part shall not be construed as part of the offering and shall not be considered as an offer or advertisement to buy a security, solicitation of votes or proxies, investment advice, expert opinion or negative assurance letter as defined by the applicable legislation.*

<http://www.ico.es/documents/20124/39502/Instituto+de+Cr%C3%A9dito+Oficial+Social+Bond+Annual+Review+2025.pdf/5bd758b5-7dfc-cf7f-1211-caf0451988af?t=1749815158826>

**During 2024, ICO approved direct financing operations in different areas of sustainability (ESG) for a volume of more than EUR 3.5 bn.**

## Latest SRI milestones

- ICO's 2022-2027 Strategy identifies **sustainability as a key strategic priority** and sets a target of 40% for sustainable financing. This means that 40% of new financing must meet specific sustainability criteria.
- In 2024, ICO has approved the **update of its sustainability policy**, renewing its public commitment to sustainability and its adaptation to the regulations and experience acquired in this area.
- ICO Group will channel funds from the Recovery and Resilience Facility through different facilities, including **ICO-Social Housing Promotion Facility**, which will contribute to increase the stock of affordable and energy-efficient social housing in Spain, through the construction of new buildings and the renovation of existing ones.
- ICO is a member of the **Sustainable Finance Council**, created in 2025 with the aim of facilitating cooperation between national public and private actors to address the challenges of the ecological transition, identify the opportunities offered by sustainable finance in Spain and develop best practices to promote the transition towards a decarbonized, sustainable, and fair economy.
- In 2025, ICO has been reelected as member of **ICMA's Advisory Council of the Executive Committee of the Principles**.
- ICO is a member of **OFISO (Observatorio Español de la Financiación Sostenible)**, a meeting, information and debate forum for companies, financial entities, public administrations, investors and other agents of the financial industry.
- As an accredited **implementing partner of the European Union**, ICO continues to play an important role in channeling European funds through different programs: InvestEU and Alternative Fuels Infrastructure Facility – Connecting Europe Facility. Through these programs, ICO will contribute to the promotion of social housing by providing guarantees of up to EUR 134 million, covering a maximum investment of EUR 268 million.
- In 2024, the Spanish Climate Change Office has favorably resolved the **registration of carbon footprint** (scope 1 and 2) of ICO and the obtaining of the "Calculo" seal. Carbon Footprint of ICO's loan portfolio (scope 3) is calculated in accordance with the PCAF methodology.
- In 2024, ICO **joined the PCAF initiative** and committed to disclosing the carbon footprint of its loan and investment portfolio (scope 3). For the first time, ICO has reported its carbon footprint in accordance with the PCAF methodology in its 2024 Non-Financial Statement.
- In 2024, ICO has started developing a **decarbonization plan**, which will establish concrete goals and clear strategies to reduce emissions. This effort aligns with international standards, such as PCAF, and reinforces the commitment to sustainability and transparency.

**As of the date of this report, ICO has already issued 11 Social Bonds amounting to over EUR 5.5 bn that have help create or retain over 550,000 jobs.**

## ICO SOCIAL BONDS



 Inaugural issue in **2015**

 Financing of operations that generate a **positive social impact**

 **11 Social Bonds** issued

 **EUR 5,552 mn** raised that have help mobilize over **EUR 5,600 mn**

### IMPACT

 **80,249 projects** financed

 **556,530 jobs** created or retained

 **2 hospitals** with **507 beds**

 **300 disabled people** provided with job opportunity

 **55 schools** improved

 **1,334 social houses**

## ICO GREEN BONDS



 Inaugural issue in **2019**

 Financing projects that contribute to **protecting the environment** and the **fight against climate change**

 **7 Green Bonds** issued

 **EUR 3,500 mn** raised that have help mobilize over **EUR 22,368 mn**

### IMPACT

 **53 projects** supported

 **1,250,822 Tm CO<sub>2</sub>e** avoided

 **3,115 charging points**

 **16,962 MWh** estimated charge 2023