ICMA, The CBR & vdp - JOINT VIRTUAL EVENT

Taxonomy takeaways for buildings: reprieve for green covered bonds?

27 April 2021
Welcome Remarks

Taxonomy takeaways for buildings: reprieve for green covered bonds?

Martin Scheck
Chief Executive
ICMA
Panel

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Christa Clapp
CICERO Shades of Green

Neil Day
The Covered Bond Report

Frank Damerow
LBBW

Sean Kidney
Climate Bonds Initiative

Udo Riese
Allianz Investment Management
<table>
<thead>
<tr>
<th>Building type</th>
<th>Final Taxonomy criteria for climate change mitigation</th>
<th>Comparison with previous draft(s) of Taxonomy</th>
</tr>
</thead>
</table>
| Buildings built before 31 December 2020 | **EPC of ‘A’**  
**or**  
The building stock is within *the top 15%* of the national or regional building stock expressed as operational Primary Energy Demand (PED) and demonstrated by adequate evidence ... and at least distinguishes between residential and non-residential buildings                                                                 | **EPC of ‘A’**  
(in an interim draft this was extended to ‘B’ as long as within top 15% or just within top 15% if no EPC)                                                                                                                                  |
| Buildings built from 1 January 2021    | The PED, defining the energy performance of the building resulting from construction, is **at least 10% lower than the threshold set for the nearly zero energy buildings (NZEB) requirements** in national measures ... The energy performance is certified using an as built EPC.                                                  | The 10% referenced here was previously 20%.                                                                                                                                                                                                     |
| Building renovations                  | The building renovation complies with the applicable requirements for ‘major renovations’  
**or**  
The building renovation leads to **a reduction of PED of at least 30%**                                                                                                                             | **Unchanged**                                                                                                                                                                                                                                   |

*Source: European Commission*
Closing Remarks

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Member of the Board of Directors
Association of German Pfandbrief Bankds (vdp)