



# GREEN BOND INVESTOR REPORT

APRIL 2025



On 8 April 2024, Saint-Gobain issued its first Green Bond with a double tranche issue :

- €1 billion with a 6-year maturity;
- €1 billion with a 10-year maturity.

The Green Bond Framework is aligned with the Green Bond Principles 2021 as administered by ICMA as well as the Regulation that establishes the EU taxonomy (EU 2020/852) and the EU Taxonomy delegated acts on climate change mitigation and adaptation (EU2021/2139).

The Saint-Gobain Green Bond Framework received a Second Party Opinion in 2024 from Sustainalytics confirming the Framework is robust, transparent and in alignment with the four core components of the ICMA Green Bond Principles 2021.

# ALLOCATION REPORT

The Green Bond proceeds have been allocated to capital expenditures (including acquisitions) and operating expenditures relating to activities eligible to the categories 3.5 Manufacture of energy efficiency equipment for buildings and 3.6 Manufacture of other low carbon technologies and aligned with the TSC SCC<sup>1</sup>, respecting the DNSH<sup>2</sup> and complying with the Minimum Safeguards. The green bond framework was designed as a general framework allowing funding in general of Compagnie de Saint-Gobain activities which are aligned with the EU Taxonomy regulation (EU 2020/52) (Eligible Activities). Accordingly, funds were allocated to CapEx and OpEx related to the activities 3.5 and 3.6 without considering the individual allocation at a project level (cf. section 2.1 of the Green Bond Framework). It follows from the foregoing that in practice allocation was not made at the level of granularity of individual projects.

	Amount (EUR, m)
<b>Total eligible projects earmarked</b>	2,000
<b>Green Bonds unallocated proceeds</b>	0
<b>Total 3.5</b>	1 745
<b>Total 3.6</b>	255
<b>Breakdown</b> (CapEx, R&D OpEx, Acquisitions)	CapEx: 90.25% (ie. €1805m) of which capex related to acquired assets : 33% (ie. €660m) OpEx R&D: 9.75% (ie. €195m)
<b>Proportion allocated to:</b>	
Refinancing	2022: 60%
New financing	2023 & 2024: 40%

The acquired assets are companies producing products and services aligned with activities 3.5 or 3.6 of the EU Taxonomy. The Capex are related to activities 3.5 and 3.6 which are aligned to the Green bond framework and hence to the EU Taxonomy regulation. They have been allocated to:

- investments related to Saint-Gobain’s CO<sub>2</sub> roadmap, the action plan 2020–2030 that supports the reduction of the scope 1 and 2 and scope 3 between 2017 and 2030;
- external and organic growth Capex.

In the context of changes in regulations concerning the DNSH pollution criteria and their interpretations, Saint-Gobain disclosed in the annual report 2024 the policy and action plans relating to substances of concern. Despite the efforts made by the Group in recent years, substance traceability remains difficult particularly for the construction chemical activities, even if their products comply with the TSC SCC. Hence, in the context of the green bond, no allocation was made to construction chemical activities.

1 - Technical Screening Criteria for Subsential Contribution to Climate change mitigation  
2 - Do Not Significant Harm

# IMPACT REPORT

Saint-Gobain's ambition is to offer solutions that combine performance and sustainability to enable acceleration towards a more sustainable and low carbon economy. The carbon intensity of the revenues of environmentally sustainable activities (EU Taxonomy-aligned) illustrates the impact of investments both in the reduction of the carbon emissions and in sustainable growth.

Below is an estimate of the decrease in kgCO<sub>2</sub>/€ revenues for the activities eligible to the 3.5 and 3.6 categories, for the products and services aligned with the TSC SCC, respecting the DNSH and complying with the Minimum Safeguards.

Activities	31/12/2021 (prior to investments funded under the green bond)	31/12/2024	Carbon intensity reduction
<b>3.5 &amp; 3.6</b> All, excluding construction chemicals	<b>1.54 kgCO<sub>2</sub>/€revenues</b>	<b>1.07 kgCO<sub>2</sub>/€revenues</b>	<b>-30.84%</b> Of which: 51.47% attributable to activities financed by the Green Bond

Saint-Gobain is actively working to reduce the impact of its own operations and to offer innovative solutions to help its customers to reduce their carbon footprint. The solutions delivered are providing benefits during the operational phase of buildings. The solutions enable to improve energy efficiency and reduce carbon footprint of buildings. At the same time, Saint-Gobain is reducing its own footprint.

Saint-Gobain achieved end of 2024 a reduction of 34% of the scope 1+2 compared to the 2017 baseline in absolute value and integrating the recent acquisitions on an annual basis.

## IMPACT KPI METHODOLOGY

The KPI is calculated based on:

- The total CO<sub>2</sub> emissions scope 1 and 2 emitted during the year in question of the activities falling within the 3.5 and 3.6 categories of the EU Taxonomy, not confined to the activities financed by the green bond, excluding construction chemical activities.
- The revenue from products and services falling within the categories 3.5 and 3.6 of the EU Taxonomy not confined to the activities financed by the green bond, excluding construction chemical activities.
- The reduction attributable to the green bond is calculated by the pro rata between (a) the total 3.5 and 3.6 expenditures (excluding construction chemicals) and (b) the amount corresponding to green bond issuance (2€Mds).

# DISCLAIMER



The present document encompassing the above Allocation Report and Impact Report has been prepared and published for the sole purpose of satisfying Saint-Gobain's obligations under and in respect of the aforesaid Green Bond Framework (and related obligations under green bond subscription agreements to which Saint-Gobain is a party) and must not be used, distributed or referred to for any other purpose. ”