



**Bank Millennium Group  
Green Bond Allocation  
and Impact Report 2025**

Contents

1. INTRODUCTION ..... 3

2. ALLOCATION REPORT ..... 4

2.1 GREEN BONDS ..... 4

2.2 ALLOCATION SUMMARY ..... 5

2.3 IMPACT SUMMARY ..... 6

2.4 METHODOLOGY ..... 6



## 1. INTRODUCTION

We are pleased to present Bank Millennium Group's inaugural Green Bond Allocation and Impact Report.

In September 2024, Bank Millennium (the "Bank") issued the first series of green bonds, with a total nominal value of EUR 500,000,000, generating net proceeds of EUR 498,875,000. This report details the allocation of these proceeds into eligible loans selected under Bank Millennium Group Green Bond Framework ("Green Bond Framework"), issued in August 2024. Additionally, it presents environmental impact of the green assets which were financed from the bonds' proceeds.

Bank Millennium Group takes a holistic and forward-looking approach to sustainability, embedding ESG priorities in our "Strategy 2028 – Value & Growth". Our commitments include aiming to originate PLN 5 billion in sustainable financing, reinforcing our role as a significant partner in green transformation in Poland. As part of our strategy, we consistently make further efforts to reduce our carbon footprint, including through the transformation plan (to be implemented in 2026) and remaining committed to pursuing a long-term ambition of Net Zero by 2050. These objectives are complemented by robust governance, active community engagement, and a strong focus on our employees.

Bank remains committed to creating long-term value through responsible banking and sustainable growth. By financing projects that deliver measurable environmental benefits, we contribute to a more resilient and inclusive future. We greatly appreciate the trust and confidence of our investors, which are essential to achieving these ambitions. Thank you for your continued support.



## 2. ALLOCATION REPORT

### 2.1 GREEN BONDS

On 25<sup>th</sup> September 2024 the Bank issued the first series of green **Senior Non-Preferred 5NC4 bonds series 2** with a total nominal value of **EUR 500,000,000** (“Green Bonds”).

<b>ISIN Code</b>	XS2905432584
<b>Type of Instrument</b>	Senior Non-Preferred, unsecured
<b>ESG label</b>	Green
<b>Purpose of Issuance</b>	Projects described in the Green Bond Framework
<b>Currency</b>	EUR
<b>Issue Amount</b>	500,000,000
<b>Issue Date</b>	25 September 2024
<b>Call Date</b>	25 September 2028 and on each Interest Payment Date thereafter up to (but excluding) the Maturity Date
<b>Maturity Date</b>	25 September 2029
<b>Bond Rating</b>	Baa3 / BBB- (Moody's / Fitch)
<b>Settlement</b>	Euroclear / Clearstream
<b>Listing</b>	Luxembourg Stock Exchange

## 2.2 ALLOCATION SUMMARY

As of 25<sup>th</sup> September 2025, Bank Millennium has allocated **EUR 444,417,568.82** of the net proceeds from its inaugural issuance of Green Bonds. Under this issuance, proceeds are allocated exclusively to energy-efficient residential mortgages that comply with the eligibility criteria defined in our Green Bond Framework.

### Eligible Assets Portfolio

Type of assets	Number of contracts	Total amount	
		in mn PLN	in mn EUR
<b>Green residential buildings (total)</b>	<b>16,839</b>	<b>4,230</b>	<b>993</b>
Buildings constructed before 2020	14,784	3,571	838
Buildings constructed after 2020	2,055	659	155

### Outstanding Green Bonds

Series	ISIN Code	Issue date	Maturity date	Principal in mn EUR	Net Proceeds in mn EUR
5NC4	XS2905432584	2024-09-25	2029-09-25	500	499

### Allocation information

Total amount of Net Proceeds allocated to Eligible Assets (in mn EUR)	<b>444</b>
Unallocated Eligible Assets of Green Residential Buildings (in mn EUR)	<b>549</b>
Percentage of Eligible Assets Portfolio Allocated (usage)	<b>45%</b>
Percentage of Net Proceeds from Green Bonds allocated to Eligible Assets Portfolio	<b>89%</b>
Percentage of Net Proceeds used to refinancing	<b>86%</b>
Percentage of Net Proceeds used for new financing	<b>14%</b>

### Overview of Allocated Assets

<b>Type of projects</b>	100% of green residential buildings, out of that: (i) 33% (in terms of allocated amount) – multi-family-housing, and (ii) 67% – single-family-housing
<b>Number of contracts</b>	6,299
<b>Selection criteria and look-back period</b>	Selection was based on criteria for the category 7.7. described on page 10 and 11 of the <a href="#">Green Bond Framework</a> . First disbursement of loan no more than 4 years before the issue date of the Green Bonds.
<b>Location</b>	Poland

## 2.3 IMPACT SUMMARY

Impact of the allocated assets was calculated as of the allocation date – 25<sup>th</sup> September 2025.

### Impact of Allocated Assets

<b>Financed usable area</b>	510,376 m <sup>2</sup>
<b>Annual primary energy savings</b>	98,887 MWh/year
<b>Annual final energy savings</b>	69,861 MWh/year
<b>Annual CO<sub>2</sub>e emissions avoidance</b>	24,808 tCO <sub>2</sub> e/year

## 2.4 METHODOLOGY

- 1) The EUR equivalent amount was calculated using the NBP fixing rate as of September 25, 2025, with EUR 1 equal to PLN 4.2619.
- 2) New financing refers to the disbursement made after the issuance date of Green Bonds.
- 3) Annual primary energy savings were calculated using the usable area and primary energy demand of each financed building compared to the weighted benchmark for Poland's residential building stock. A conversion factor was applied to derive primary energy from final energy consumption for typical energy sources in Poland.
- 4) Annual CO<sub>2</sub>e emissions avoidance was calculated by multiplying estimated final energy savings against the weighted benchmark by the average emission factor for Poland's household energy mix.
- 5) All benchmarks and emission factors were based on official data from GUS, KOBIZE, and URE.<sup>1</sup>

### Overview of the calculated factors used for benchmarking green buildings

Type of factor	Value	Unit
<b>Average Final Energy</b> Indicator for Poland	187,2	kWh/m <sup>2</sup> /year
<b>Average Primary Energy</b> Indicator for Poland	264,9	kWh/m <sup>2</sup> /year
<b>Average Primary Energy</b> Factor for Poland	1,415	-
<b>Average emission factor</b> of energy for Poland	0,355	kgCO <sub>2</sub> /kWh

<sup>1</sup> GUS - Główny Urząd Statystyczny (Central Statistical Office), KOBIZE – Krajowy Ośrodek Bilansowania i Zarządzania Emisjami (The National Centre for Emissions Management), URE – Urząd Regulacji Energetyki (Energy Regulatory Office).