KfW's €4 Billion Green Bond Scored E1/75 On Green Transaction Evaluation

STOCKHOLM, April 8, 2021 /PRNewswire/ -- S&P Global Ratings said today that**KfW**'s €4 billion green bond scored E1/75 in its Green Transaction Evaluation. E1 is the highest score on our scale; E4 is the lowest. The full Green Transaction Evaluation report is available **here**.

"The score reflects the transaction's strong governance and transparency, and the favorable environmental impact of projects to be financed by the green bond," said Pierre-Brice Hellsing, the primary contact for the evaluation.

We expect KfW will use the proceeds to finance the construction of new energy-efficient residential buildings in Germany, and renewable energy production predominantly in Germany, through a network of on-lending partner banks.

We foresee that the energy-efficient buildings financed by KfW will yield moderate incremental environmental benefits, given that Germany's building sector is already energy efficient relative to many other regions globally. We also recognize that KfW's portfolio of wind and solar power plants will result in significant avoided greenhouse gas emissions, which will vary depending on the carbon intensity of the local grid.

In our opinion, this transaction is aligned with the Green Bond Principles 2018.

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