

## Independent Limited Assurance Report

### Independent Limited Assurance Report to the Directors of PIF

We have been engaged by the Directors of Public Investment Fund (“PIF”) to perform a limited assurance engagement relating to the Selected Information, as outlined below, within the PIF Allocation and Impact Report (the “Report”) which discloses the reported use of the proceeds of the Green Bonds issued in October 2022 and February 2023.

### Use of report

This report is made to the Directors of PIF in accordance with ISAE 3000 (Revised) and our agreed terms of engagement. Our work has been undertaken so that we might state to the Directors of PIF those matters we are required to state to them in this limited assurance report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than PIF and the Directors of PIF for our work, for this report, or for the conclusion we have formed.

### Our conclusion

Based on our work as described in this report, nothing has come to our attention that causes us to believe that the Selected Information, has not been prepared, in all material respects, in accordance with the applicable criteria (as shown in the Appendix).

### Respective responsibilities

PIF management are responsible for:

- Establishing applicable criteria for preparing the Selected Information (the “Allocation Reporting Criteria”);
- Designing, implementing and maintaining internal processes and controls over information relevant to the preparation of the Selected Information that are free from material misstatement, whether due to fraud or error; and
- Measuring and reporting the Selected Information based on the applicable criteria.

Our responsibility is to express a conclusion on the Selected Information based on our procedures. We conducted our engagement in accordance with International Standard on Assurance Engagements ISAE 3000 *Assurance Engagements Other than Audits or Reviews of Historical Financial Information*, issued by the International Auditing and Assurance Standards Board (IAASB), in order to state whether anything had come to our attention that causes us to believe that the Selected Information have not been prepared, in all material respects, in accordance with the applicable criteria as defined within the Report.

Our procedures consisted primarily of:

- Performing enquiries with management to understand how the Allocation Reporting Criteria have been applied in the preparation of the Selected Information;
- Obtaining an understanding of the key systems, processes and controls for managing and reporting the Selected Information;
- Inspecting issuance documentation to confirm the total reported value of net proceeds;
- Inspecting minutes of the ESG & Sustainability Steering Group to confirm the value of portfolio allocations during the period and that allocated projects were considered against the eligible categories and approved;
- Substantive testing to confirm that a sample of identified assets from the approved listing were funded in line with the approach set out in the Allocation Reporting Criteria;
- Obtaining a listing of assets to confirm this is consistent with the disclosure relating to proportion of total proceeds refinanced;
- For a sample of assets refinanced, inspecting operational records or other appropriate project documentation to confirm the amounts refinanced and that refinancing eligibility is in line with the Allocation Reporting Criteria; and
- Accumulating misstatements and control deficiencies identified and assessing whether material.

## **Criteria**

The Allocation Reporting Criteria is published within the PIF Green Finance Framework 2022 Section 2 (2.1 to 2.7).

The self-defined applicable criteria; the nature of the Selected Information; and absence of consistent external standards allow for different, but acceptable, measurement methodologies to be adopted which may result in variances between entities. The adopted measurement methodologies may also impact comparability of the Selected Information reported by different organisations and from year to year within an organisation as methodologies develop.

## **Inherent limitations**

Our engagement provides limited assurance as defined in ISAE 3000. The procedures performed in a limited assurance engagement vary in nature and timing from, and are less in extent than for, a reasonable assurance engagement and consequently, the level of assurance obtained in a limited assurance engagement is substantially lower than the assurance that would have been obtained had a reasonable assurance engagement been performed.

Inherent limitations exist in all assurance engagements due to the selective enquiry of the information being examined. Therefore fraud, error or non-compliance may occur and not be detected. Our work does not involve testing the operating effectiveness of controls over the underlying data, nor have we sought to review systems and controls beyond those relevant to the Selected Information.

## **Our independence and competence**

We complied with Deloitte's independence policies, which address and, in certain cases, exceed the requirements of the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants in their role as independent auditors, and in particular preclude us from taking financial, commercial, governance and ownership positions which might affect, or be perceived to affect, our independence and impartiality, and from any involvement in the preparation of the report.

We have applied the International Standard on Quality Control 1 and accordingly maintain a comprehensive system of quality control including documented policies and procedures regarding compliance with ethical requirements, professional standards and applicable legal and regulatory requirements.

Deloitte and Touche & Co.

Chartered Accountants



Mazen A. Al Omari

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September 21, 2023

## APPENDIX

### The Selected Information

The Selected Information subject to limited assurance is set out below and is presented in PIF's Allocation and Impact Report under 'Allocation of Proceeds' section issued in September 2023.

#### A. Allocation of proceeds by Bond Issuance

<b>1<sup>st</sup> Issuance: USD 3.0bn MULTI-TRANCHE SENIOR UNSECURED GREEN BOND OFFERING (OCTOBER 2022) in MUSD</b>	<b>Oct '22 5yr</b>	<b>Oct '22 10yr</b>	<b>Oct '22 100yr</b>	<b>Total</b>
Renewable Energy	23.4	23.4	0	46.8
Energy Efficiency	69.1	69.1	0	138.2
Sustainable Water Management	22.6	22.6	0	45.2
Pollution Prevention & Control	0.1	0.1	0	0.2
Green Buildings	229.3	229.3	0	458.6
Clean Transportation	7.8	7.8	0	15.6
Sustainable Management of Living Natural Resources & Land Use	0.8	0.8	0	1.6
<b>Allocated</b>	<b>353.1</b>	<b>353.1</b>	<b>0</b>	<b>706.2</b>
Temporarily Unallocated	896.9	896.9	500	2,293.8
<b>Total Issued</b>	<b>1,250.0</b>	<b>1,250.0</b>	<b>500.0</b>	<b>3,000.0</b>

<b>2<sup>nd</sup> Issuance: USD 5.5bn MULTI-TRANCHE SENIOR UNSECURED GREEN BOND OFFERING (FEBRUARY 2023) in MUSD</b>	<b>Feb '23 7yr</b>	<b>Feb '23 12yr</b>	<b>Feb '23 30yr</b>	<b>Total</b>
Renewable Energy	20.6	20.6	0	41.2
Energy Efficiency	54.8	54.8	0	109.6
Sustainable Water Management	22.6	22.6	0	45.2
Pollution Prevention & Control	0.1	0.1	0	0.2
Green Buildings	207.9	207.9	0	415.8
Clean Transportation	7.8	7.8	0	15.6
Sustainable Management of Living Natural Resources & Land Use	0.8	0.8	0	1.6
<b>Allocated</b>	<b>314.6</b>	<b>314.6</b>	<b>0</b>	<b>629.2</b>
Temporarily Unallocated	1,435.4	1,685.4	1,750.0	4,870.8
<b>Total Issued</b>	<b>1,750.0</b>	<b>2,000.0</b>	<b>1,750.0</b>	<b>5,500.0</b>

#### B. Allocated refinanced and new financing by Bond Issuance

<b>1<sup>st</sup> Issuance: USD 3.0bn MULTI-TRANCHE SENIOR UNSECURED GREEN BOND OFFERING (OCTOBER 2022) in MUSD</b>	<b>Oct '22 5yr</b>	<b>Oct '22 10yr</b>	<b>Oct '22 100yr</b>	<b>Total</b>
Refinancing	294.9	294.9	0	589.8
New Financing	58.2	58.2	0	116.4
<b>Allocated</b>	<b>353.1</b>	<b>353.1</b>	<b>0</b>	<b>706.2</b>
<b>2<sup>nd</sup> Issuance: USD 5.5bn MULTI-TRANCHE SENIOR UNSECURED GREEN BOND OFFERING (FEBRUARY 2023) in MUSD</b>	<b>Feb '23 7yr</b>	<b>Feb '23 12yr</b>	<b>Feb '23 30yr</b>	<b>Total</b>
Refinancing	256.4	256.4	0	512.8
New Financing	58.2	58.2	0	116.4
<b>Allocated</b>	<b>314.6</b>	<b>314.6</b>	<b>0</b>	<b>629.2</b>

#### C. Percentage of Allocation of Proceeds by Bond Issuance

<b>USD 3.0bn MULTI-TRANCHE SENIOR UNSECURED GREEN BOND OFFERING (OCTOBER 2022)</b>	
Allocated	24%
Unallocated	76%

<b>USD 5.5bn MULTI-TRANCHE SENIOR UNSECURED GREEN BOND OFFERING (FEBRUARY 2023)</b>	
Allocated	11%
Unallocated	89%