

## Independent Limited Assurance Report on the Allocation Reporting of Green Bonds Series

We have been engaged by the Directors of Public Investment Fund (“PIF”) to perform a limited assurance engagement relating to the PIF Allocation and Impact Report (the “Report”) which discloses the use of the proceeds up to 30 June 2024 of the Green Bonds issued on 13 October 2022 and 14 February 2023 (the ‘Selected Information’).

### Use of report

This report is made to the Directors of PIF in accordance with the 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) (“ISAE 3000”) that is endorsed in the Kingdom of Saudi Arabia 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, as shown in Appendix 1, which discloses the reported use of the proceeds of the bonds, has not been prepared, in all material respects, in accordance with the applicable criteria defined within the Report (the “Eligibility Criteria”).

### Respective responsibilities

PIF management is responsible for:

- Establishing Eligibility Criteria for preparing the Selected Information
- 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 ISAE 3000 that is endorsed in the Kingdom of Saudi Arabia, 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 Eligibility Criteria as defined within the Report.

Our procedures consisted primarily of:

- Performing enquiries with management to understand how the Eligibility Criteria has 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 minutes of the Sustainable Finance 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 the amounts for a sample of identified assets from the approved listing, and to confirm that they were funded in line with the approach set out in the Eligibility Criteria;

**Respective responsibilities (continued)**

- Obtaining a listing of assets from management to confirm this is consistent with the disclosure relating to proportion of total proceeds; and
- Accumulating misstatements and control deficiencies identified and assessing whether material.

**Applicable Criteria**

The Eligibility Criteria is published within the PIF Green Finance Framework 2022 Section 2 (2.1 to 2.7). The self-defined Eligibility 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 that is endorsed in the Kingdom of Saudi Arabia. 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 Management ("ISQM") 1, Quality Management for Firms that Perform Audits or Reviews of Financial Statements, or Other Assurance or Related Services Engagements accordingly, we maintained a comprehensive system of quality management including documented policies and procedures regarding compliance with ethical requirements, professional standards and applicable legal and regulatory requirements.

Deloitte and Touche & Co.  
Chartered Accountants



Tamim Bin Abdulrah Alhawi  
License No. 687

27 Rabi' al Awwal, 1446H  
30 September, 2024

APPENDIX 1

The Selected Information

The Selected Information subject to limited assurance is set out below and is presented in PIF's Allocation and Impact Report issued in September 2024 under the 'Allocation of Proceeds' section.

A. Allocation of proceeds

<b>1<sup>st</sup> Issuance: USD 3.0bn MULTI-TRANCHE SENIOR UNSECURED GREEN BOND OFFERING (OCTOBER 2022) in USD millions ('MUSD')</b>	<b>Oct '22 5yr</b>	<b>Oct '22 10yr</b>	<b>Oct '22 100yr</b>	<b>Total</b>
Renewable Energy	161.0	161.0	64.5	386.5
Energy Efficiency	65.7	65.7	27.7	159.1
Green Buildings	489.6	489.6	194.9	1,174.1
Clean Transportation	5.1	5.1	1.5	11.7
Sustainable Water Management	498.6	498.6	196.8	1,194.0
Pollution Prevention & Control	21.8	21.8	11.3	54.9
Sustainable Management of Living Natural Resources & Land Use	8.2	8.2	3.3	19.7
<b>Allocated</b>	<b>1,250.0</b>	<b>1,250.0</b>	<b>500.0</b>	<b>3,000.0</b>
Temporarily Unallocated	0	0	0	0
<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	88.7	101.4	88.7	278.8
Energy Efficiency	62.4	71.5	62.4	196.3
Green Buildings	298.8	341.4	298.8	939.0
Clean Transportation	7.0	8.1	7.0	22.1
Sustainable Water Management	192.6	220.1	192.6	605.3
Pollution Prevention & Control	37.5	42.8	37.5	117.8
Sustainable Management of Living Natural Resources & Land Use	7.0	7.9	7.0	21.9
<b>Allocated</b>	<b>694.0</b>	<b>793.2</b>	<b>694.0</b>	<b>2,181.2</b>
Temporarily Unallocated	1,056.0	1,206.8	1,056.0	3,318.8
<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. Amount of New Financing and Refinancing

<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	202.1	202.1	80.9	485.1
New Financing	1,047.9	1,047.9	419.1	2,514.9
<b>Allocated</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>
Refinancing	283.0	323.4	283.0	889.4
New Financing	411.0	469.8	411.0	1,291.8
<b>Allocated</b>	<b>694.0</b>	<b>793.2</b>	<b>694.0</b>	<b>2,181.2</b>

C. Amount of Allocated and Unallocated Proceeds.

<b>1<sup>st</sup> Issuance: USD 3.0bn MULTI-TRANCHE SENIOR UNSECURED GREEN BOND OFFERING (OCTOBER 2022) in MUSD</b>	
Allocated	3,000.0
Unallocated	0
<b>2<sup>nd</sup> Issuance: USD 5.5bn MULTI-TRANCHE SENIOR UNSECURED GREEN BOND OFFERING (FEBRUARY 2023) in MUSD</b>	
Allocated	2,181.2
Unallocated	3,318.8