



Instituto de Crédito Oficial

Investor Presentation

May 2025

1

Instituto de Crédito Oficial

2

Funding profile

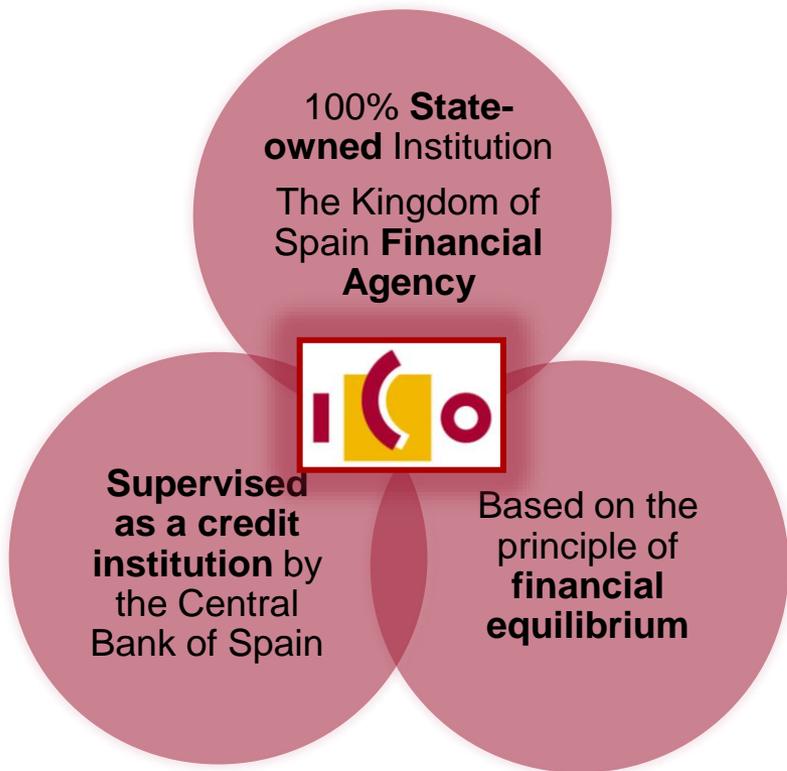
3

ICO Social and Green Bonds

1

Instituto de Crédito Oficial





Mission: To support and promote economic activities that contribute to the **growth and improved distribution of wealth**, in particular, those that, due to their **social, cultural, innovating or environmental transcendence**, deserve to be fostered.



- 1971**  ICO was founded
- 1986**  Creation of **AXIS**, ICO's venture capital subsidiary
- 1991**  State Financial Agency and National Promotional Bank
- 1993**  Launching of ICO Second-Floor Facilities
- 1996**  ICO's Museum was born
- 2008**  FFPP (Fund for the Financing of Suppliers Payments) and FLA (Regional Liquidity Mechanism)
- 2013**  Launching of Fond-ICO Global
- 2015**  ICO issues the 1st Social Bond in Spain
- 2019**  1st ICO Green Bond
- 2020**  COVID-19 Guarantee Lines
- 2021**  Implementing Partner UE
- 2021**  Joining Nasdaq Sustainable Bond Network
- 2023**  ICO is appointed to mobilise the European Next Generation funds in Spain

To achieve its objectives, ICO performs three main functions

NATIONAL PROMOTIONAL BANK

Financing companies, SMEs and self-employed in Spain and abroad

Second Floor facilities
Channelled through financial entities

Direct financing
Loans, credit lines, project finance, guarantees

Complementary Financing
Bonds, promissory notes, securitizations

Private capital & Venture capital AXIS
FondICO Global, FondICO Pyme, FondICO Infra II

INSTRUMENT OF ECONOMIC AND FINANCIAL POLICY

Instrument of Economic and Financial Policy

Recovery, Transformation and Resilience Plan

National:
Ministries, Regions and Local Corporations

Next Generation EU

UE Multiannual Financial Framework 21-27
Implementing partner

STATE FINANCIAL AGENCY

Management of Public Funds (off-balance sheet)

ICO guarantee lines (COVID + Ukraine)
on behalf of Ministry of Economy, Trade and Business

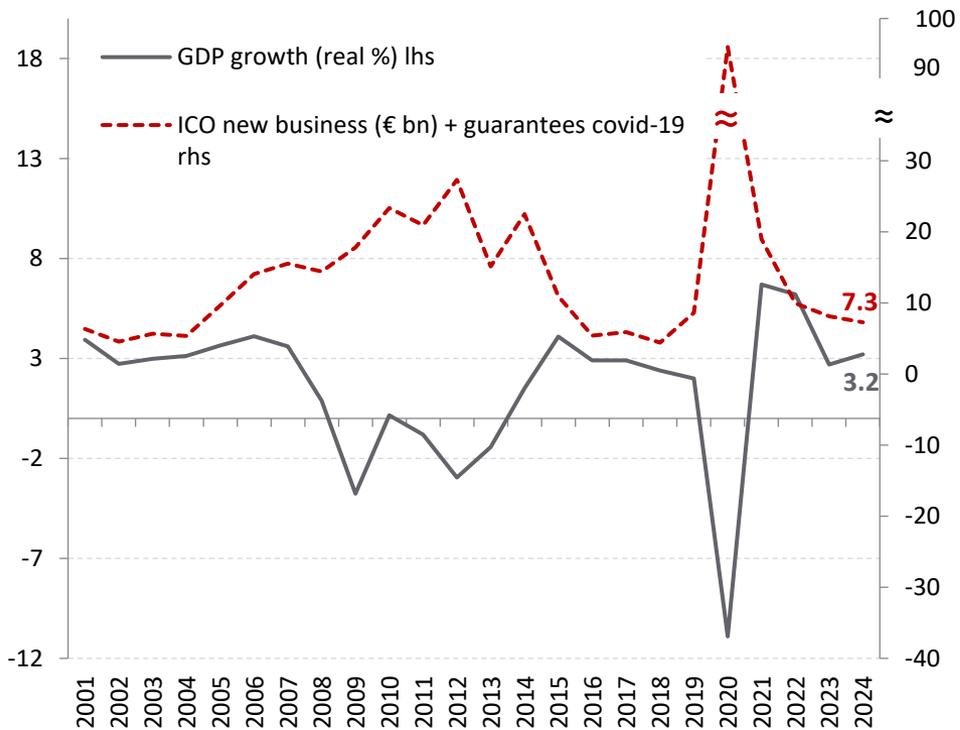
Internationalization FIEM – CARI
on behalf of Ministry of Economy, Trade and Business

Development Cooperation FONPRODE – FCAS
on behalf of Ministry of Foreign Affairs, EU and Cooperation

Territorial Funds, regions and local corporations
on behalf of Ministry of Finance

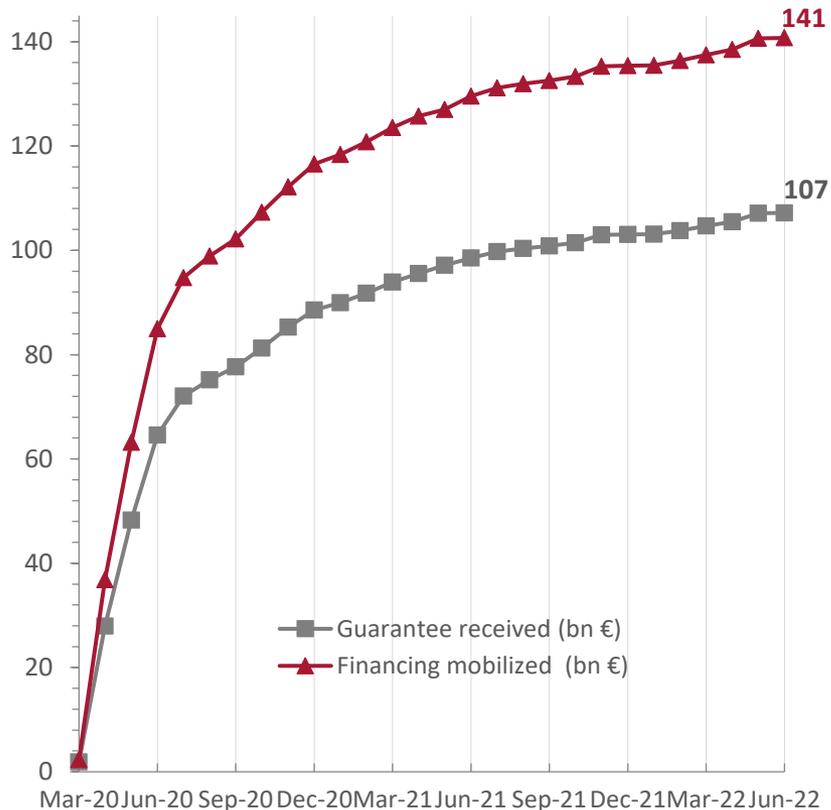
ICO, in its capacity as a national promotional bank, has traditionally worked **countercyclically** through the macroeconomic phases in the Spanish economy

ICO lending (€ bn) vs economic activity (GDP %)

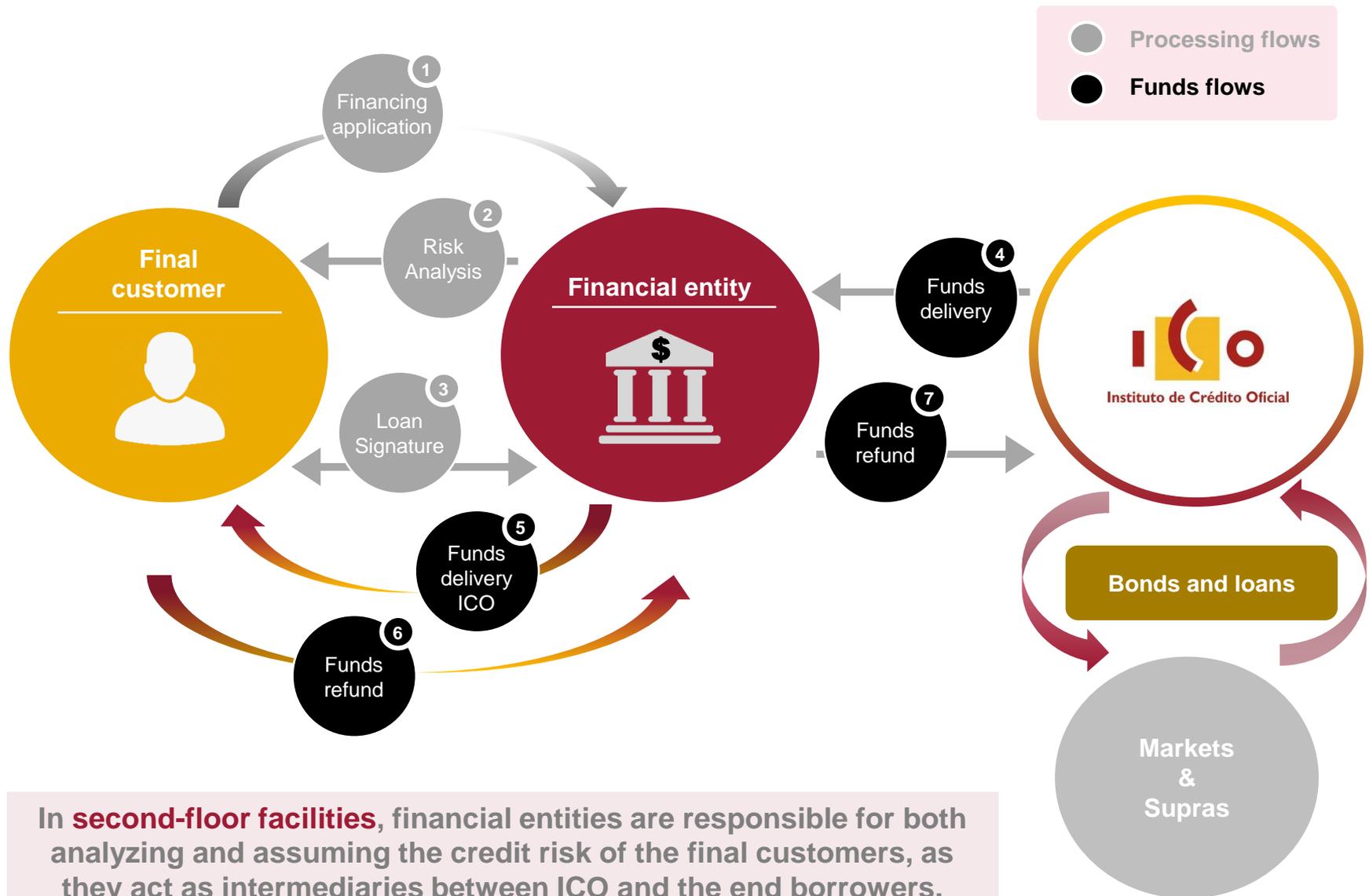


Source: ICO, INE

Financing mobilized by Government guarantee line ICO Covid-19 (total, bn €)



Source: ICO



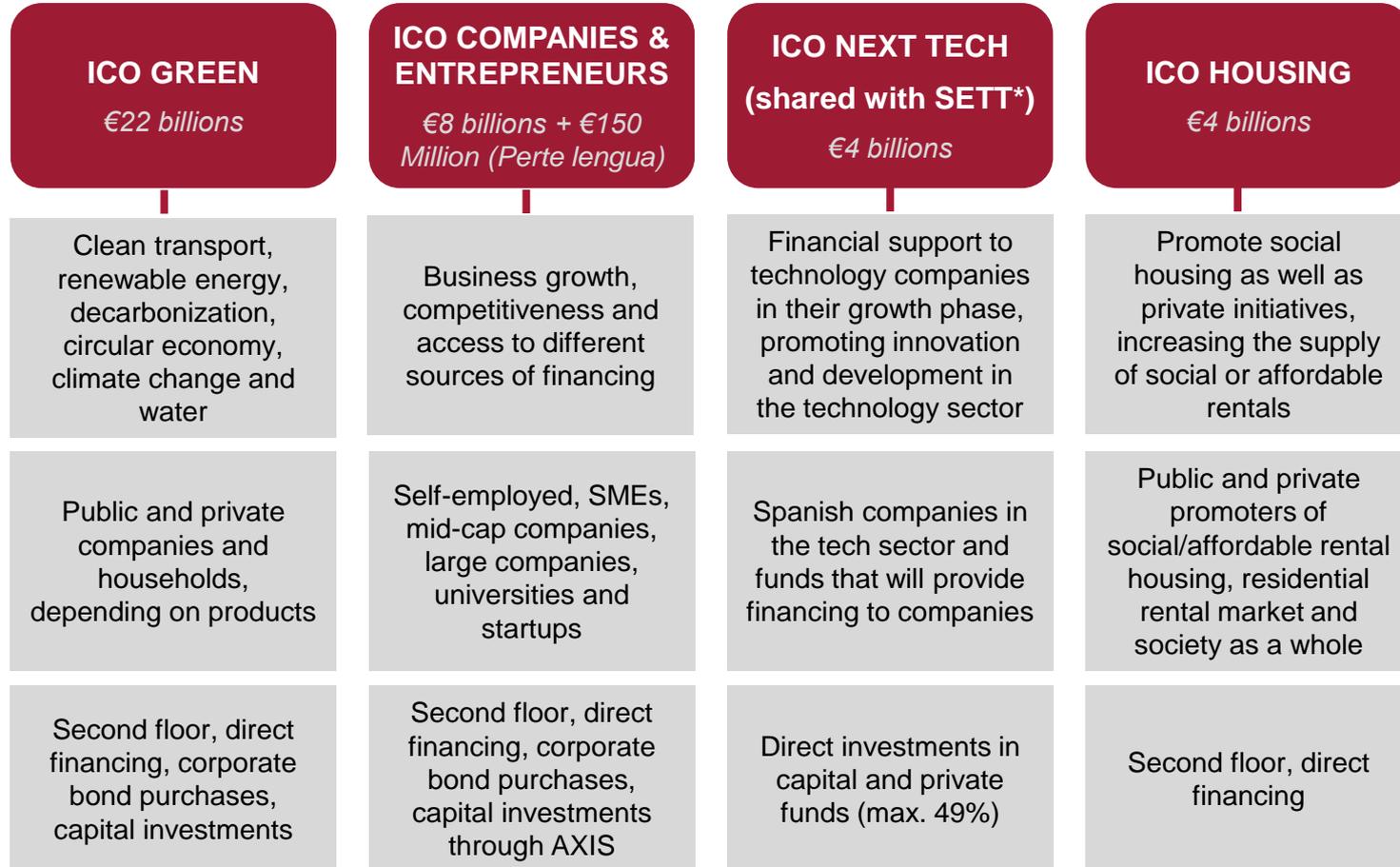
In **second-floor facilities**, financial entities are responsible for both analyzing and assuming the credit risk of the final customers, as they act as intermediaries between ICO and the end borrowers.

ICO's Board of Directors has approved in September an addendum to its Strategy 2022-2027 with the following key elements:

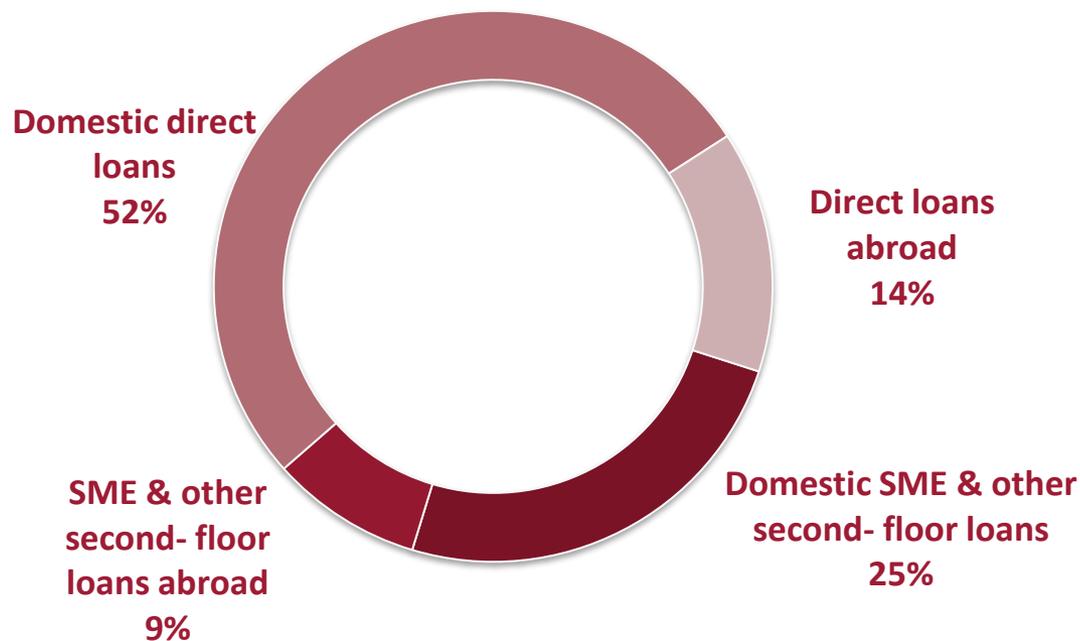
- ❑ **Direct Activity:** Increased focus on direct operations to SMEs and Midcaps, **filling market gaps** and reorienting ICO's business **beyond its countercyclical role**.
 - **Addressing Market Failures in Intangible Financing:** Filling the gap in funding for digitalization, licenses and workforce training.
 - **Under-Capitalized SMEs:** Tackling the challenge of growth-limited SMEs due to limited access to capital.
 - **Non-Bank Financed Companies:** Providing solutions for companies lacking access to traditional banking.
 - **Affordable Housing Initiative** and other infra-financed sectors or firms: Special focus on activity related to social housing projects where private bank funding is insufficient.

- ❑ Deployment of **EU Next Generation Funds** in the context of the Spanish Recovery, Transformation and Resilience Plan.

ICO will mobilize up to **€38 billions of Next Generation EU loans** in the second phase of the Recovery, Transformation and Resilience Plan through 4 facilities



* Sociedad Estatal para la Transformación Tecnológica



Data as at 31st March 2025

ICO loan portfolio is split 66% - 34%* between direct lending and second floor facilities, respectively

23% of the loan book is international

* 34% corresponding to intermediated loans represents risk linked to the financial sector, acting as an intermediary, rather than being directly associated with end clients or specific sectors.

	2021	2022	2023	2024	31/03/2025*
Total assets (Mill. EUR)	37,766	29,775	31,657	37,780	39,656
Equity & reserves¹ (Mill. EUR)	5,354	5,515	5,689	5,385	5,662
Pre-tax profit (Mill. EUR)	171.70	178.11	336.89	330.82	81.32
Net interest income (Mill. EUR)	104.55	125.73	290.25	254.57	58.69
Gross revenue (Mill EUR)	181.86	204.58	361.50	358.23	69.59
Profitability ROA	0.49%	0.53%	1.09%	0.93%	0.84%
Tier I Ratio	36.94%	33.62%	26.49%	23.02%	25.11%
Non-Performing Loans					
Direct Loans	3.81%	3.67%	4.20%	4.03%	3.77%
Total loans incl. second floor loans	2.33%	2.31%	2.76%	2.54%	2.42%
Provision coverage ratio	157%	171%	128%	142%	146%
Efficiency					
Operating expenses over gross revenue	24.60%	23.40%	13.63%	15.11%	14.05%

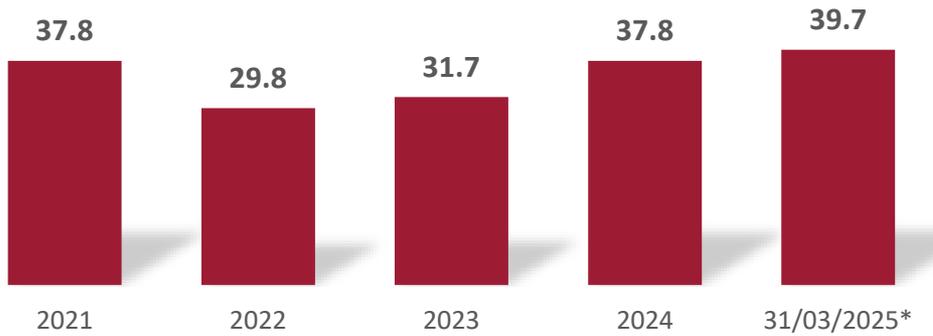
Source: ICO

* *Unaudited figures*

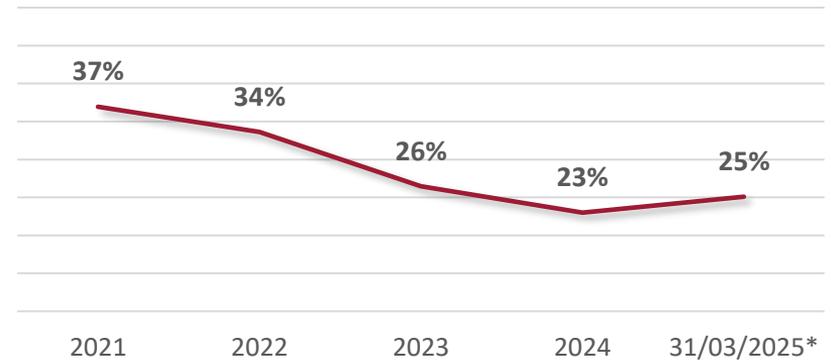
(1) Eligible capital for solvency purposes.

According to the forty-ninth Additional Provision of Act 42/2006 on the General-Government Budget Act, Tier I Ratio may in no case fall below 9.50%. ICO's own funds are of the highest quality (only equity and reserves). ICO has not issued neither subordinated debt, preferred stocks, contingent convertibles nor any other hybrid instruments.

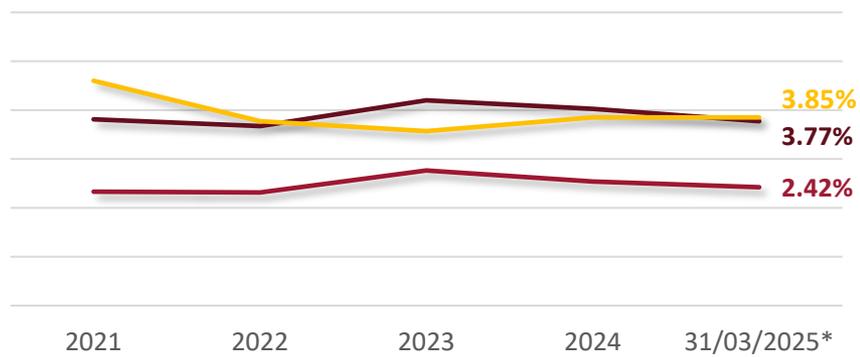
Total Assets (EUR billion)



TIER I capital ratio %

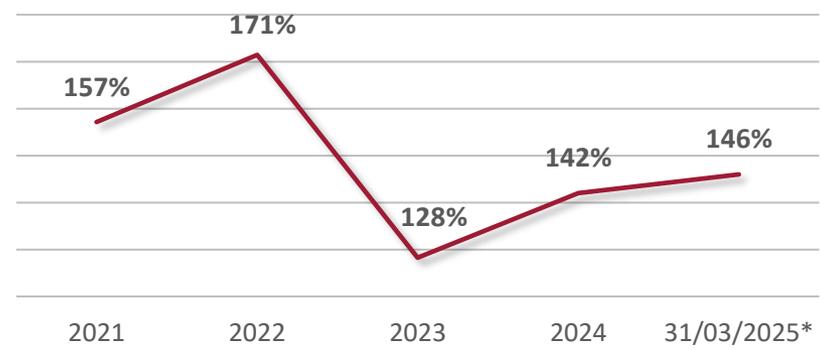


NPL Ratios %



— ICO Direct Loans
— ICO Total Loans (incl. mediation)
— Total Spanish Financial System

Provision coverage ratio %

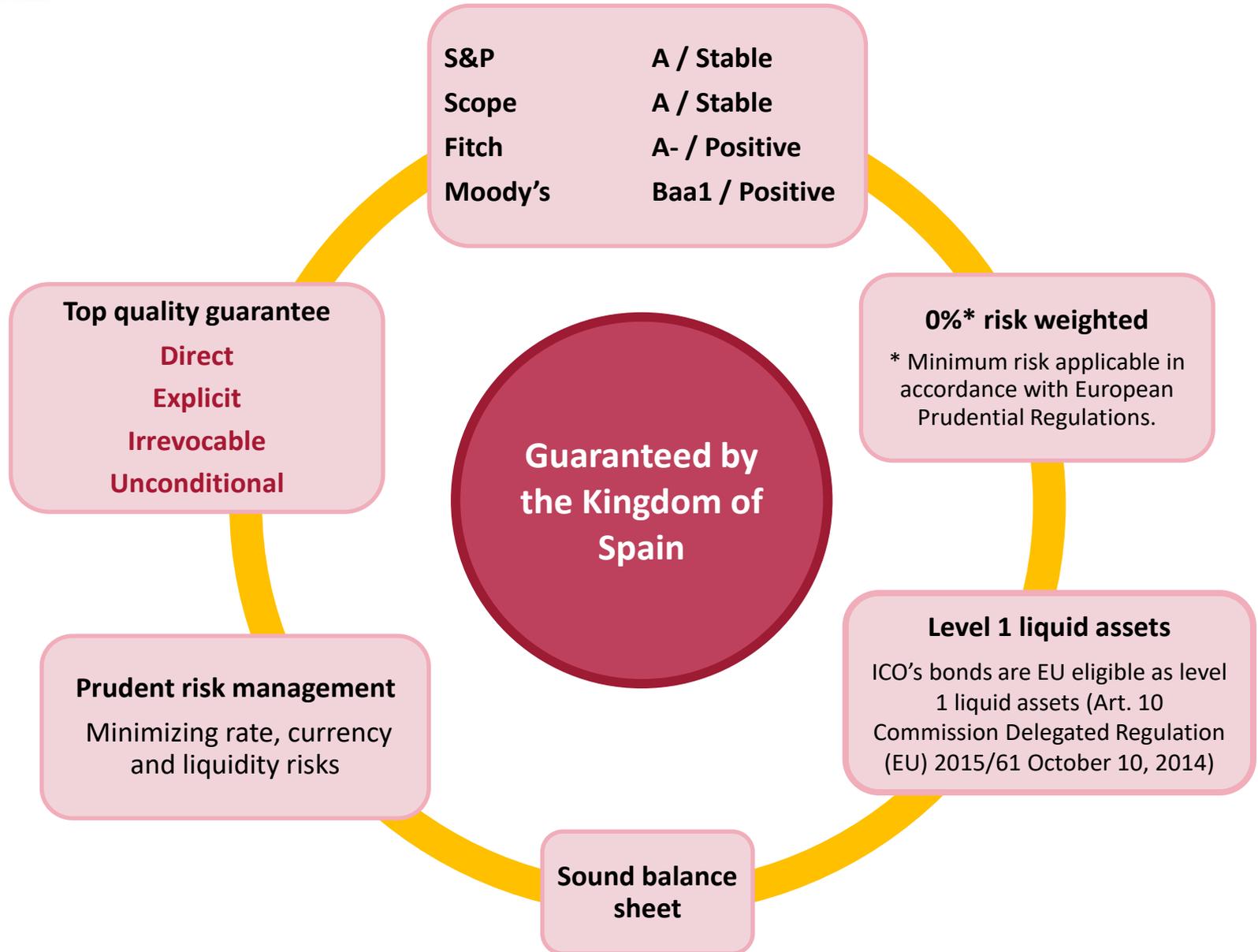


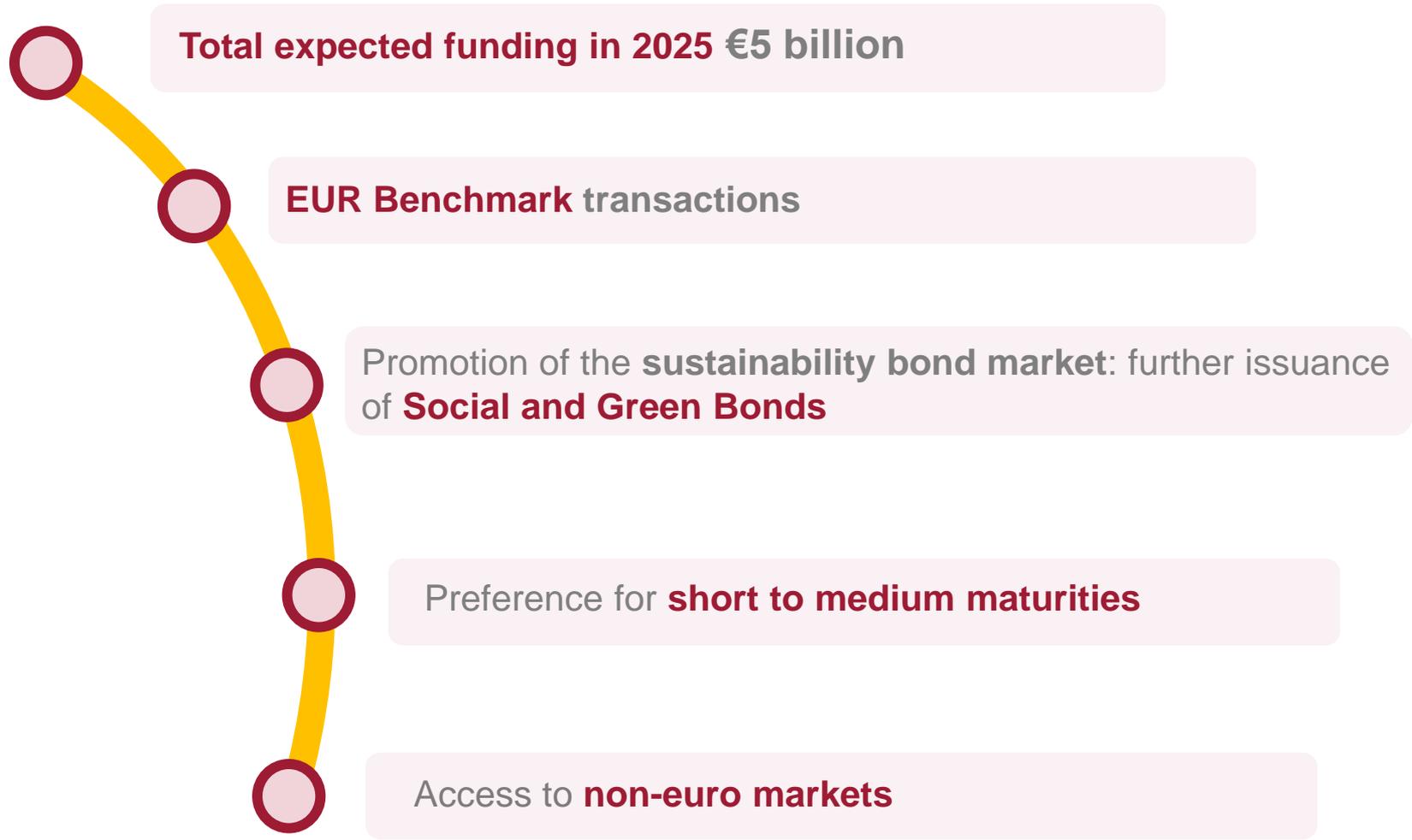
Source: ICO
 Data as at 31st March 2025
 *unaudited figures

2

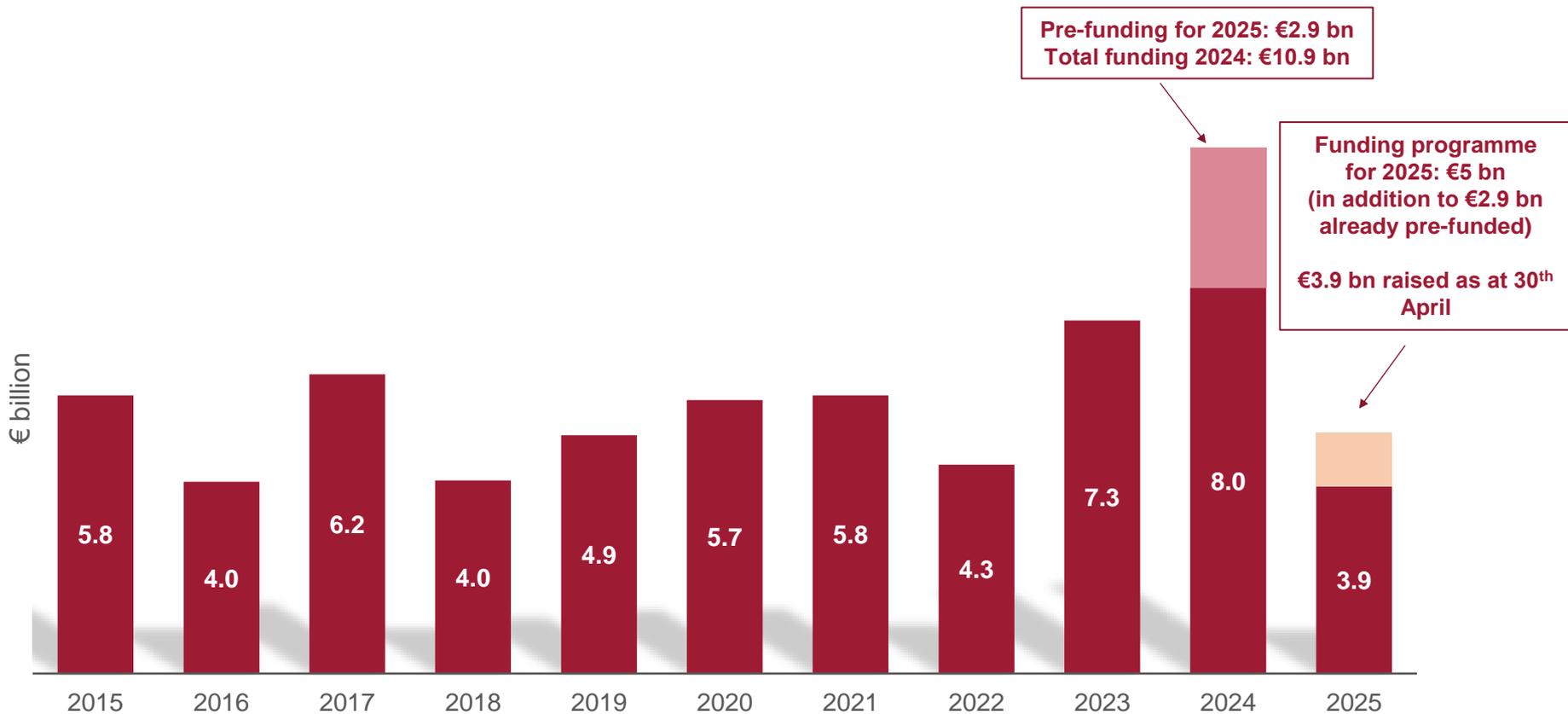
Funding Profile

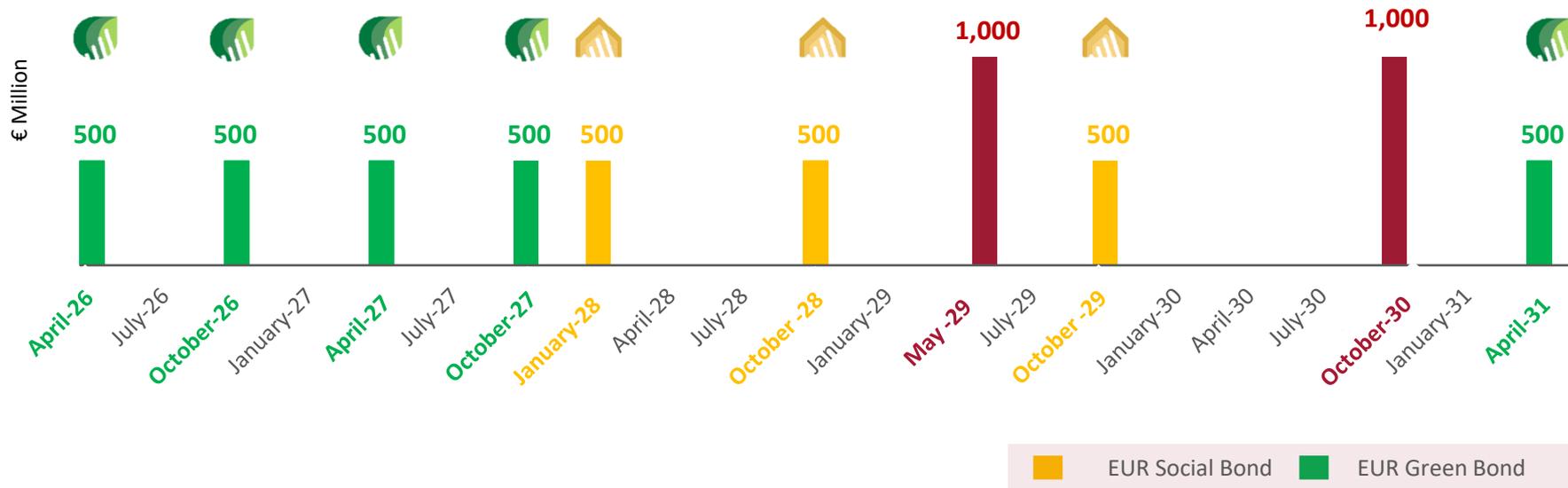






Funding activity





Data as at 30th April 2025

Strategy

Benchmark minimum size: **500 Million**

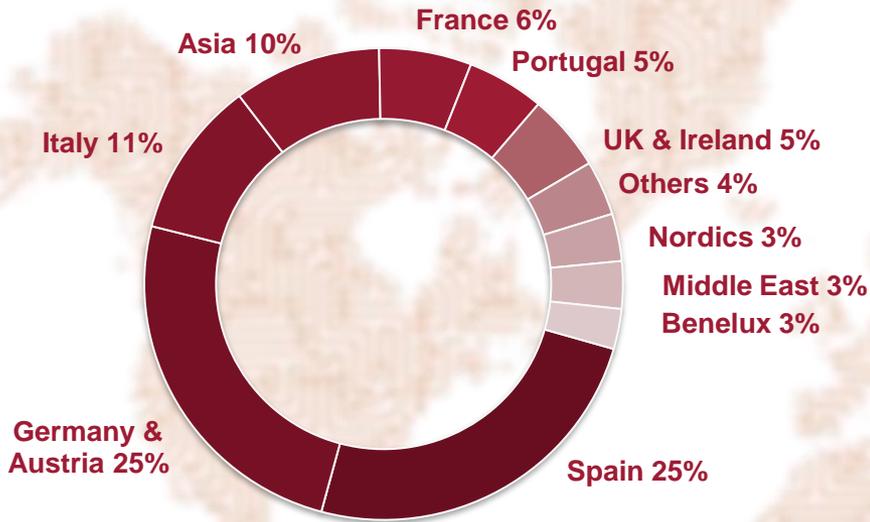
Taps minimum size: **50 Million**
(adding up clips of 25 Million)

Private placements minimum size: **10 Million**

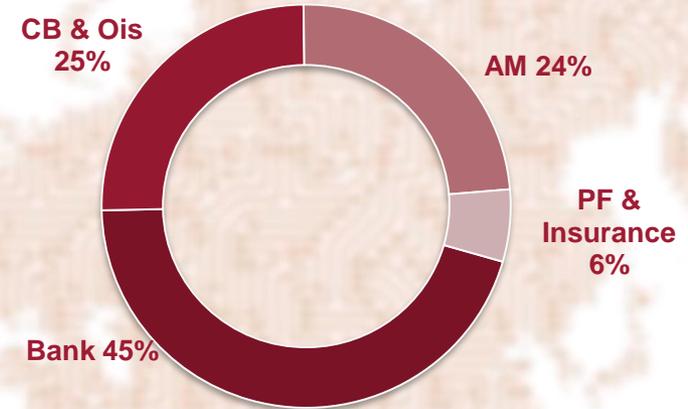
Borrowing Profile

(benchmark transactions 2024)

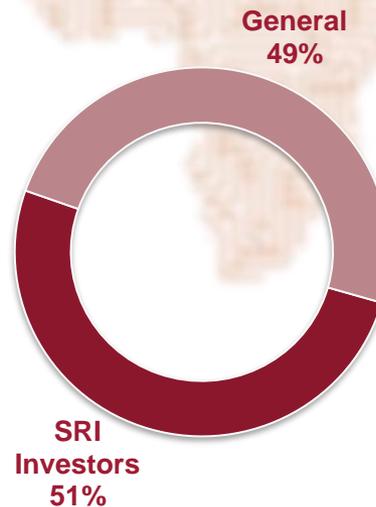
By Region



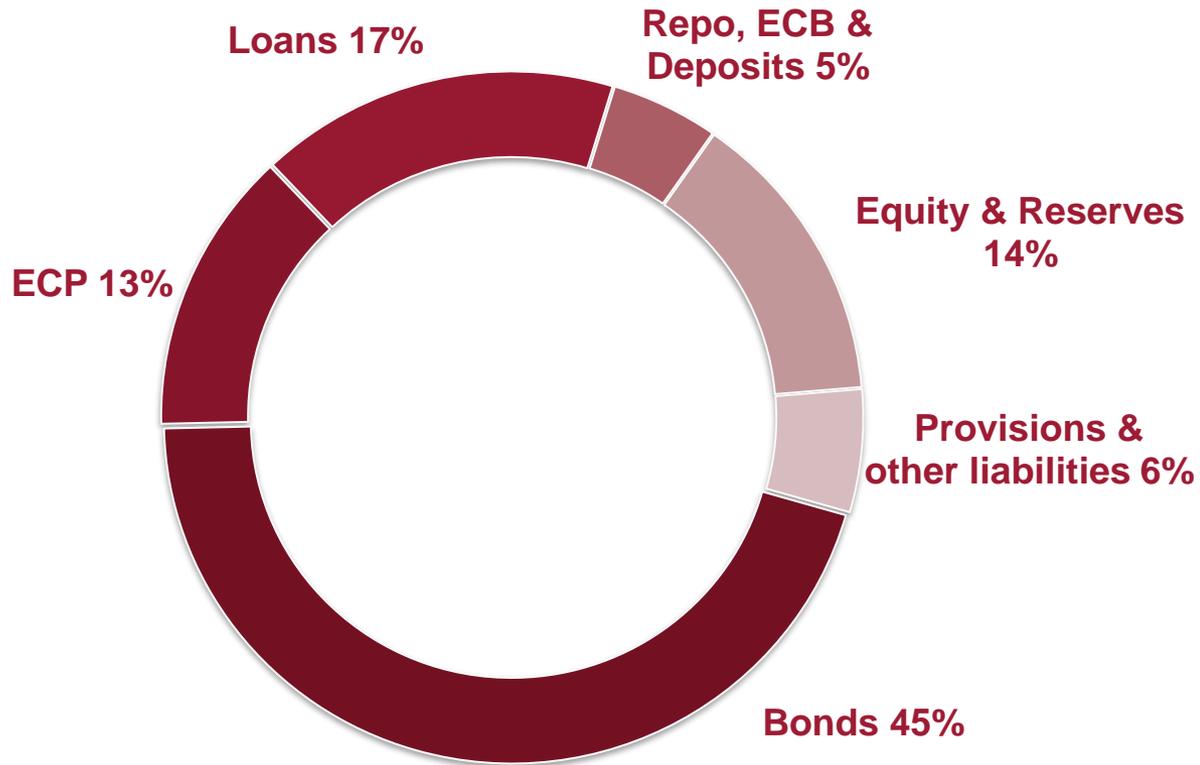
By Investor Type



By ESG participation



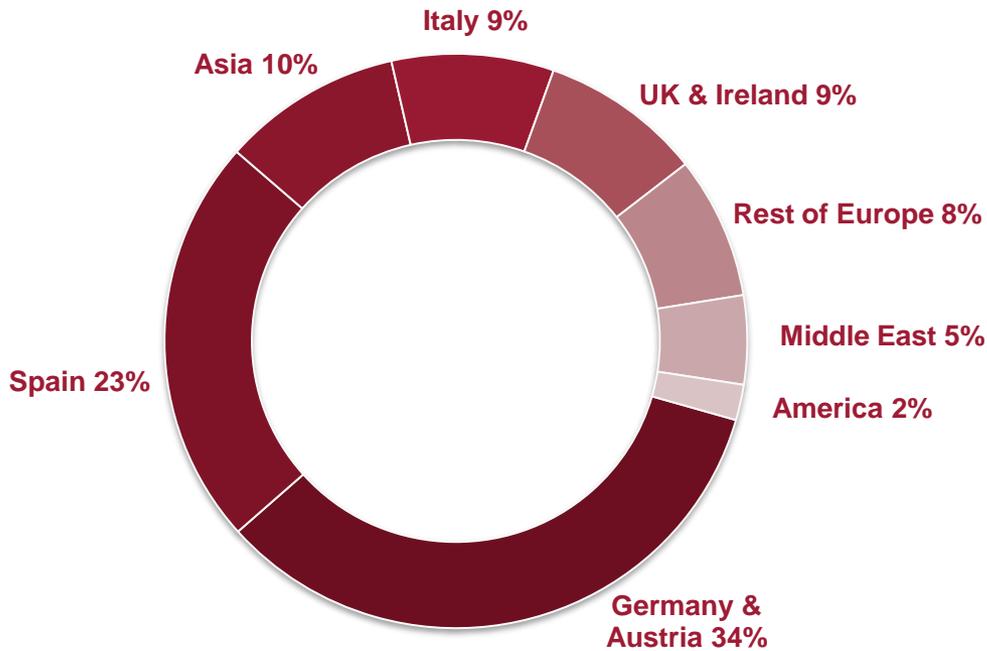
Data as at 31st December 2024



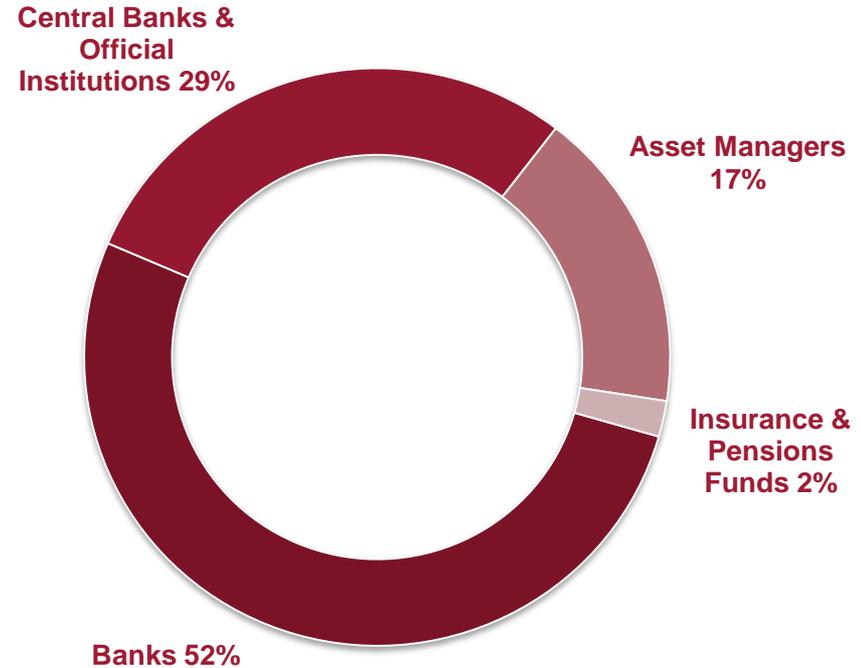
Total Liabilities: €39,656 Million

ICO €1,000 Million 2.70% Oct 2030 Issued in September 2024

By Region



By Investor Type



3

ICO Social and Green Bonds



ICO issued its inaugural social bond in early 2015 when no guidelines were still established on this regard. Since this first issuance, ICO has demonstrated its leadership in the social bond market, having issued **11 social bonds amounting to over €5,550 Million**, so far.

ICO reinforced this commitment to the sustainable bond market with the debut on the green bond market in 2019. Since then, the institution has issued **6 green bonds amounting to €3,000 Million**.

ICO has become a referent in the sustainable bond market by having issued **more than €8,550 Million** in different types of sustainable bonds that will help to contribute to a more sustainable world.



Updated June 2021

Aligned with best in class market standards



Framework (June 2021)



Second Party Opinion (June 2021)



Project Categories



Renewable energy



Pollution prevention and Control



Green buildings



Environmentally sustainable management of living natural resources and land use



Energy efficiency



Hydrogen production & storage



Clean transportation

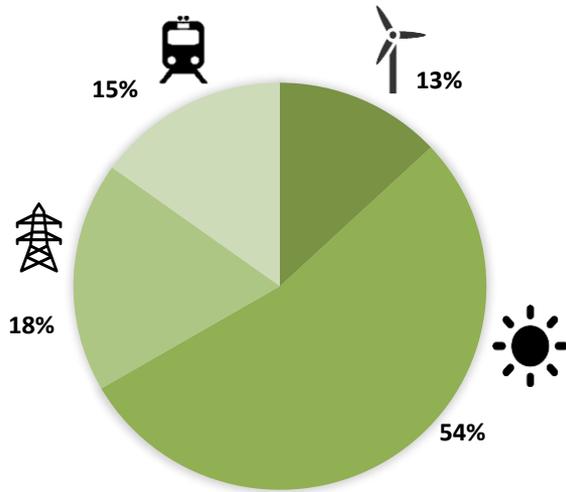


Sustainable water and wastewater management

SUSTAINABLE DEVELOPMENT GOALS



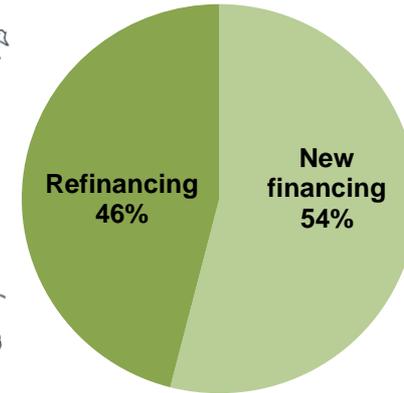
Green Bond €500 Million 3.05% due April 2031 issued March 2024 (XS2793252060)



Breakdown by energy source



Breakdown by country



Share of financing vs refinancing



Green Bond Reporting

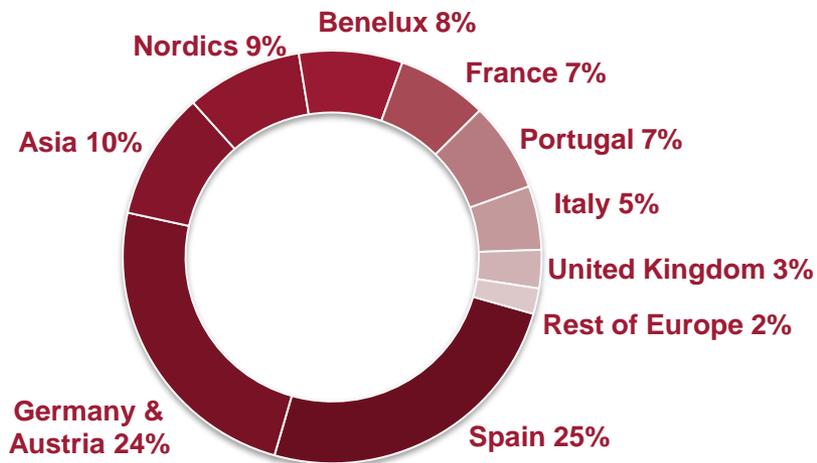


Portfolio Review

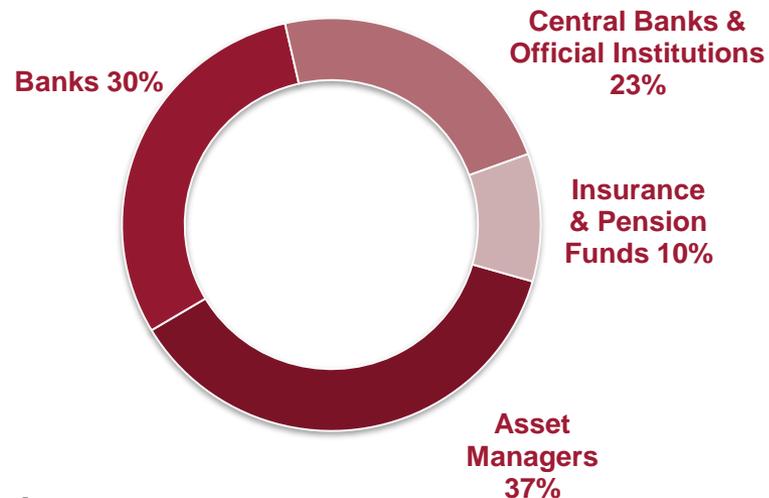
Type of Project	Installed Capacity (MW)	Annual energy production distributed (MWh)	Km of energy distribution network built	Energy distributed (MWh)	Purchased trains	Annual GHG emissions avoided Tn CO2e	Allocated million EUR
Solar photovoltaic	3,193	12,021,427	-	-	-	52,743	267,845,162
Wind	300	868,100	-	-	-	14,636	65,255,436
Energy distribution networks	-	-	236,869	1,026,328	-	18,681	91,424,392
Clean transportation	-	-	-	-	7	331	75,475,009
Total	3,493	12,889,527	236,869	1,026,328	7	86,390	500,000,000

6th ICO GREEN BOND €500 Million 3.05% April 2031 Issued in March 2024

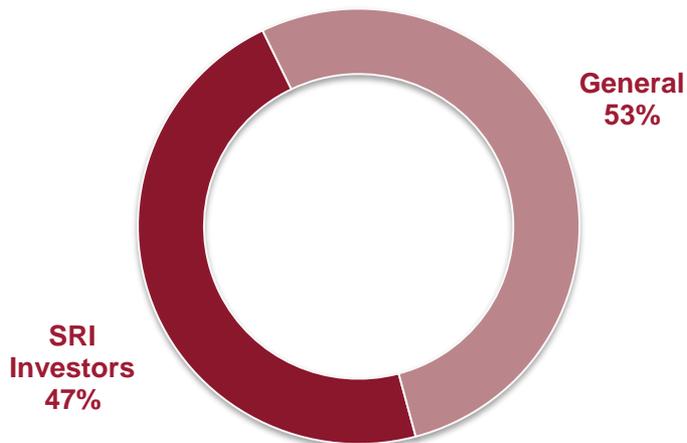
By Region



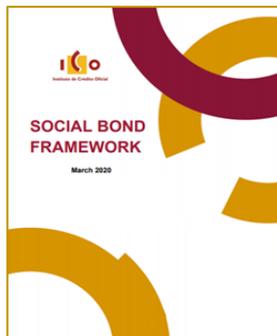
By Investor Type



By ESG participation



Framework (March 2020)



Second Party Opinion (March 2020)



SUSTAINABLE DEVELOPMENT GOALS



Aligned with best in class market standards



Project Categories

SME SME Lending (Economically underperforming regions/ Depopulation/ Natural or health disasters)



Socioeconomic advancement & empowerment



Social Housing



Access to essential services (education/ healthcare/ professional training)



Affordable basic infrastructure (Water and Sanitation/ Connectivity and digital Access)

Targeted populations:

SMEs in line with EU's standards, economically underperforming region, municipalities experiencing depopulation, regions affected by a natural disaster

Aged / disabled individuals, companies with a high % of disabled workforce, victims of gender violence, risk population and minorities, migrants, social EU funds, social start ups

Eligible beneficiaries according to socio-economic requirements set by regional governments

Hospitals/ Healthcare (open to all population), senior healthcare centres/homes, Public education (open to all population)

Rural areas, underserved areas, excluded and/or marginalized populations and/or communities, all population in Spain (water)

€500 Million for social projects that have help movilize **€861 Million** funds



Social Housing

- **€9.24** Millions allocated
- Purchase of a total of **317 privately owned homes**, in order to be incorporated into the rental market for vulnerable groups

2%



Access to essential services: Access to healthcare

- **€17.60** Millions allocated
- **1 hospital** and **7 senior healthcare centres** built
- **527 direct permanent jobs** created
- **18.4% increase** in **hospital bed capacity** of the region
- **Health coverage** to **897 communities** in disadvantaged and/or rural areas

3%



SME

SME Lending: Economically underperforming regions

88%

- **€440.32** Millions allocated
- **3,629 projects** financed
- **45,049 jobs** created and/or retained



Affordable basic infrastructure: Water and sanitation

- **€32,35** Millions allocated
- **5 sanitation projects** financed
- **509,528 beneficiaries**
- **50,290.17 m3/day** wastewater treated

6%



Access to essential services: Access to education

1%

- **€0.48** Million allocated
- **50 schools** improved
- **54,401 students** benefited



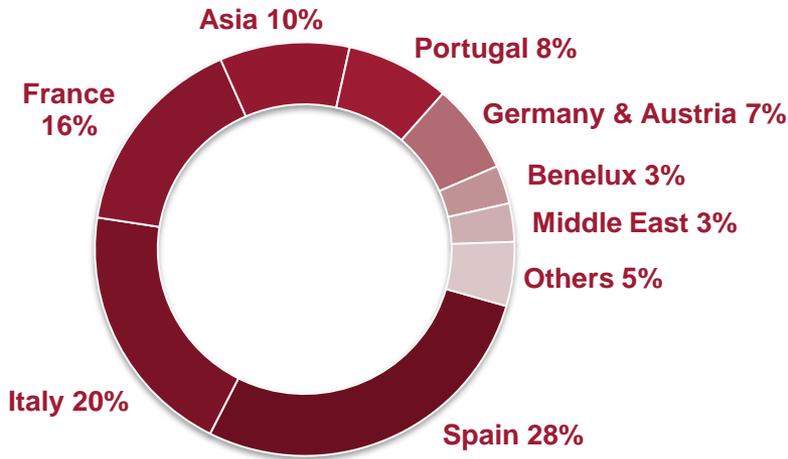
Social Bond Reporting



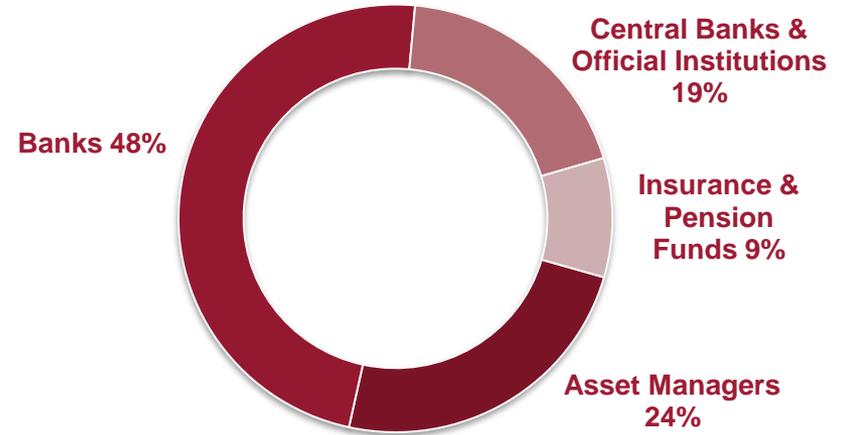
Portfolio Review

11th ICO SOCIAL BOND €500 Million 3.05% October 2029 Issued in June 2024

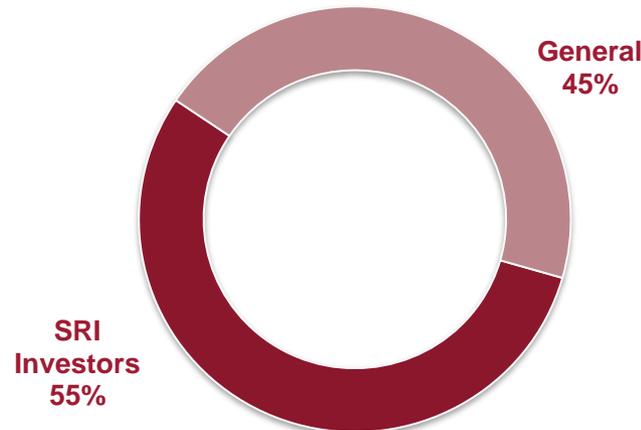
By Region



By Investor Type



By ESG participation



Antonio Cordero
Chief Financial Officer

antonio.cordero@ico.es

Sergio Sierra
Head of Funding and Treasury

sergio.sierra@ico.es

Ana Guardia
Head of Capital Markets

ana.guardia@ico.es

Mar Valero
Capital Markets Officer

mar.valero@ico.es

Elisa Fernández
Capital Markets Officer

elisa.fernandez@ico.es



www.ico.es



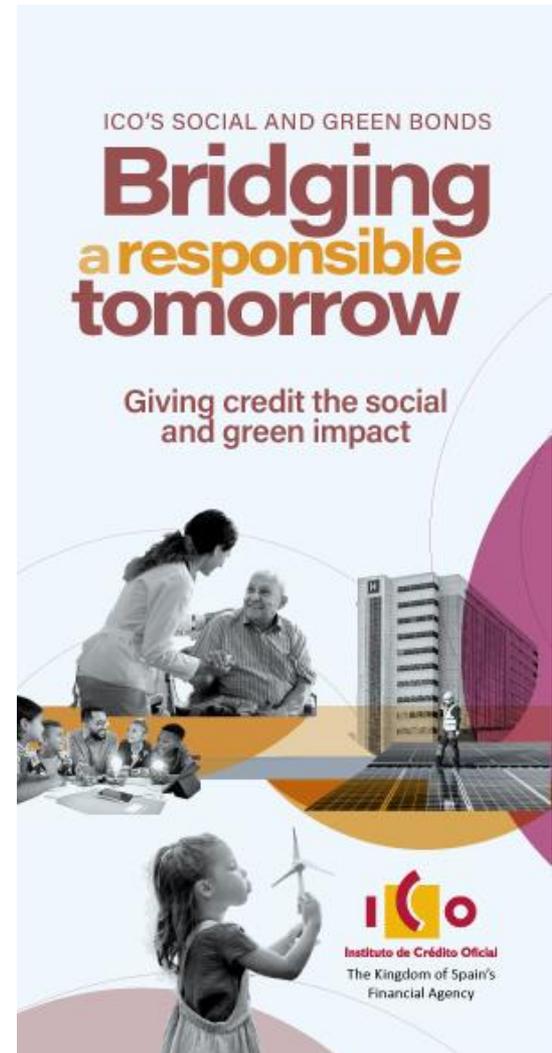
ICO <GO>



investors@ico.es



**Paseo del Prado 4
28014 Madrid**



Disclaimer: None of the information displayed constitutes an offer of securities for sale, or recommendation to purchase, to hold or sell any securities in the U.S.A. or in any other jurisdiction in which such offer or recommendation is not authorized. ICO has not registered, and does not intend to register, any of its securities (nor the guarantee thereof has been or will be registered) under the U.S. Securities Act of 1993 (the Securities Act) or any applicable US State Securities Laws or to conduct a public offering of securities in the U.S.A. ICO is complying with rules concerning the exemption from the registration of its securities under the Securities Act, by which those securities will be offered only for sale to "qualified institutional buyers" (QIBs) pursuant to rule 144A. This information is not directed at and may not be distributed to any person in any jurisdiction in which the access to this information is legally limited (v gr. USA -except QIBs- Canada, Japan, Australia).