

# KEPCO Issued Green Bond for Three Consecutive Years to Accelerate Carbon-Neutrality

September 2021

- Korea Electric Power Corporation (KEPCO, CEO Seung-il Cheong) issued \$300 million worth Green Bond with a five-year maturity on September 15.

\* Green bond is a special bond for the purpose of funding eco-friendly projects, such as renewable power plant constructions and related investments.

- KEPCO plans to carry out renewable energy business at home and abroad, connect renewable power plants to grids, and increase eco-friendly vehicles using the fund raised through Green Bond.
- Sustainalytics, a international ESG verifier, assessed and provided opinion for the use of proceeds and certified that it aligns with EU Taxonomy, which is one of the most stringent criteria among global Green Bond criteria.
- KEPCO became the first company to successfully issue Green Bond for three consecutive years in Korea since its first issuance in 2019. This provided KEPCO a stable financial foundation in carrying out missions to achieve carbon neutrality. (\$500 million in 2019, \$500 million in 2020, \$300 million in 2021)
- KEPCO issued the Green Bond at a rate of 1.125% with the spread of 0.4%. The spread rate applied is the lowest among the bonds issued by global utility companies this year.
- The Green Bond issuance drew \$2.1 billion from major central banks and valued investors, which is seven times of \$300 million planned issuance. The overwhelming demand is thanks to KEPCO's outstanding credibility and credit ratings and internationally high interest in carbon-neutrality.
- KEPCO will continue to carry out its duties as a backbone of achieving 'Carbon neutrality in 2050' through ①expanding investment in

renewable energy businesses, ②developing eco-friendly technologies and ③cooperating with the power industries.

※ Green Bond issuance details

Issued amount	Maturity	Coupon rate
\$300 million	5 year	1.125% (fixed)