



Impact Report

Nobina AB
Green Bond
2020



Impact Report – Nobina AB Green Bond 2020

On 13th of February, 2019, the Nordic region’s largest public transport company, Nobina AB (publ), issued its first green bond to finance fossil free buses. The bond was the first green bond linked to the public transport sector in the Nordic region. On 8th of March, 2021 Nobina, successfully issued an additional green bond through a tap issue. The transactions have clarified Nobina’s sustainability agenda and will accelerate the transition to a bus fleet operated solely on renewable energy.

The bonds and the conditions

Nobina AB (publ) issued a green bond of SEK 500 million on February 13, 2019, with a tenor of 5 years and a floating rate coupon of STIBOR 3 months plus 155 basis points, which corresponded to an initial coupon of 1.47 percent. The bond was listed on the Nasdaq Stockholm Sustainable Bonds List on March 12, 2019.

Subsequent to our measuring period, Nobina successfully on March 8th, 2021 issued an additional bond in an amount of SEK 200 million under the existing green bond loan with a final maturity date on February 13th, 2024. The additional bond was issued at 102,187% of par which corresponds to a floating interest rate of STIBOR 3 months plus 65 basis points. The additional bond was listed on the Nasdaq Stockholm Sustainable Bonds List on April 20, 2021 and will be used to finance 28 new electric buses in our Malmö-contract with Skånetrafiken with traffic start in June 2021.

Proceeds from these green bonds are allocated to investments covered by Nobina’s green bond framework. The proceeds are used for financing of new fossil free buses as well as charging infrastructure for buses. As of 2021-02-28, SEK 507 million has been invested in 151 new fossil-free buses and another 28 electric buses are on order.

Green bond framework

Nobina’s issuance of a green bond framework is a natural part of the Company’s sustainability profile and the green bond framework strengthens Nobina’s focus on achieving positive environmental impacts.

Public transport is an important part of the solution towards a sustainable, transport-smart and fossil-free society. Nobina’s business model tackle some of the key challenges for the society: i) urgent need to reduce carbon emissions and improve air quality, ii) needs to enable rapid urbanization by efficient traffic solutions, iii) ensure efficient utilization of public space and fight congestions.

Nobina’s overall biggest sustainability contribution lies within its core business; providing attractive transportation solutions to ensure that people choose public means over private cars. Every year, Nobina helps more than 300 million people across the Nordics to reach their everyday destinations in an efficient and pleasant way.

For more information on Nobina’s sustainability work, see the Annual & Sustainability Report at www.nobina.com

Proceeds from Nobina’s Green Bonds are intended to be used to finance or re-finance, in part or in full, Eligible Green Assets, providing distinct environmental benefits in accordance with the below defined main category for Clean Transportation:

- Fossil free vehicles such as electric or vehicles powered by biofuels
- Charging infrastructure for buses

The Nobina Green Bond Framework has been drawn up in accordance with ICMA’s “Green Bond Principles 2018” and was examined by the independent climate and environmental research institute CICERO (The Center for International Climate and Environmental Research). The framework received the highest “Dark Green” rating, which is the first time a public transport company has achieved this level.

The framework, together with CICERO’s statement, can be found at www.nobina.com.



Use of proceeds

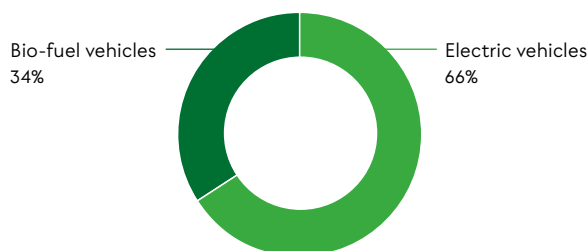
2021-02-28	SEK million
Total amount of Green Bonds issued (incl. the tap issue)	700
Used amount:	507
On order	203
Total amount of unallocated proceeds¹⁾	0

1) 10 SEK million of investment funded by Nobina BusCo’s internal rental revenues.

2021-02-28 Vehicles	Number	Balance (SEKm)
Electric vehicles	54	265
Bio-fuel vehicles	97	242
On order (Electric vehicles)	28	203
Total²⁾	179	710

2) 10 SEK million of investment funded by Nobina BusCo’s internal rental revenues.

Green Bond Portfolio 2021-02-28, % of balance (SEKm)



Impact reporting

The environmental impact and benefits of Clean transportation are evaluated with regards to the following metrics:

- Estimated annual greenhouse gas emissions reduced or avoided from total investments, t CO₂ e.
- Estimated number of passengers travelling by fossil free vehicles such as electric and/or vehicles powered by biofuels.

Nobina is aware that buses have environmental impact in other ways than CO₂ emissions, for example, a life-cycle analysis for the bus has not been established nor have particle emissions been included.

The basis for the calculations is the estimated consumption of each individual bus. The expected CO₂ reduction is calculated by the difference between the emissions of buses financed by Nobina's Green Bond and the average emission of a diesel bus, by the definition of the Swedish Energy Office, Energimyndigheten. According to Energimyndigheten, the average emission per km from a diesel bus was 923 gCO₂/km in 2018. By comparing Nobina's electric and biofuel buses per 2021-02-28 with average emissions for diesel buses, we estimate an annual reduction of 8,127 tCO₂ for the vehicles through the entire green bond portfolio. The CO₂ reduction is calculated on an average annual basis on mileage of 78,000 km/year and bus which is somewhat lower than the previous year and related to the pandemic.

As a result of the 151 buses we have invested in and financed with the green bond proceeds we have enabled fossil free transportation for approximately 6 million passengers during this past year. This calculation is based on the statistics, provided by the PTA's, of total number of boarding passengers on these specific buses. To put some context to it this corresponds to the full population of Madrid.

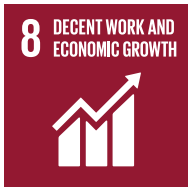
6

WE HAVE ENABLED FOSSIL FREE TRANSPORTATION FOR APPROXIMATELY 6 MILLION PASSENGERS DURING THIS PAST YEAR.

THE ESTIMATED ANNUAL REDUCTION OF 8,127 TCO₂ FOR THE VEHICLES CORRESPONDS TO THE EMISSION FROM ALMOST 3,400 SMALLER CARS.

UN Sustainability development goals

Nobina's green bond framework addresses three of the UN Sustainable Development Goals.



Most common buses in the Green Bond portfolio



Fully electric BYD bus operating in the Södermanland contract.



Image licensed under Creative commons

Fully electric Volvo 7900 EA in our Malmö contract with Skånetrafiken.



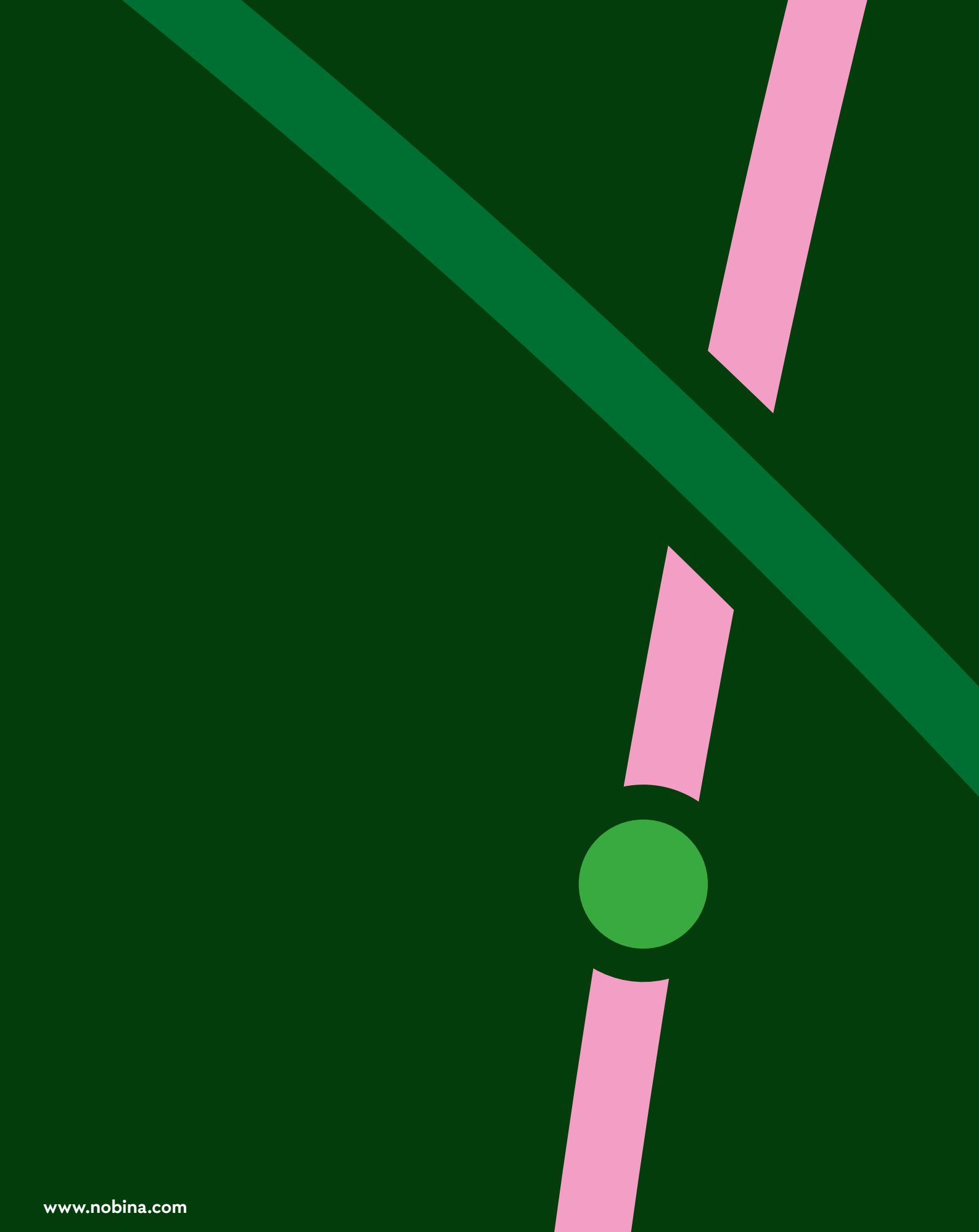
BRT-bus from BYD operating in our Barkarby contract outside Stockholm.



Mercedes-Benz Citaro Compact Hybrid articulated bus in the Malmö City contract fueled with biogas.



Fully electric BYD bus operating in the Ale contract outside of Gothenburg.



www.nobina.com

