### Special Account

The net proceeds from the sale of notes will be used in the general business of KfW.

In parallel the issuer will credit an amount equal to the net proceeds of the notes to a special account, reserved for specific green bond projects. The balance of this special account will be reduced on a monthly basis by amounts matching requests and approval for disbursements during the previous months according to the Green Bond Framework.

### Eligible Projects

Eligible Projects will be selected according to the “KfW-Renewable Energies Programme – Standard” (270/274) ("KfW Renewable Energies Programme – Standard (270/274)"), for example:

- photovoltaic,
- biomass,
- wind energy
- hydropower
- geothermal
- electricity and heat from renewable energies, generated in combined heat and power stations.

KfW will not finance fossil fuel or nuclear power through its green bonds.

### Selection of Eligible Transactions

Eligible projects are selected by KfW’s lending departments who decide on the eligibility of the projects according to KfW’s guidelines for lending through the “KfW Renewable Energies Programme - Standard” (270/274).

All transactions have been screened according to KfW’s environmental and social risk management framework. ([https://www.kfw.de/nachhaltigkeit/migration/Gemeinsame-Richtlinie.pdf](https://www.kfw.de/nachhaltigkeit/migration/Gemeinsame-Richtlinie.pdf) - German only)

The environmental and social impact assessment is governed by the following principles:

- In the case of investments in countries where an extensive set of rules and regulations for environmental and social issues is in place and enforced, there is no requirement to appraise the environmental impact and social aspects of a measure. This applies to EU countries and generally to all other OECD countries outside the EU.

### Transparency

To enable investors to follow the development and provide insight into priority areas of promotion, KfW will provide quarterly information to investors including:

- general information on KfW green bonds
  1. “Renewable Energies Programme – Standard” connected with the notes
  2. a selection of project examples and impact measurement (e.g. GHG savings)
  3. comprehensive description of the green bond process at KfW
  4. information about sustainability ratings of KfW
- specific information on individual green bonds
  5. regular summary on green bond development (e.g. the outflow of proceeds)

All information and relevant documents in respect to KfW green bonds and the “KfW Renewable Energies Programme – Standard (270/274)” are available on KfW’s website.

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1 The evaluation of the loan programme is done on a two year basis.