



Accelerating the  
Future of Energy



# AES

Green Financing  
Framework Reporting

# Green Framework Reporting

March 2022

In December 2020, The AES Corporation issued its first unsecured investment grade bonds (the “green bonds”). This inaugural investment grade issuance was also the first use of “green” financing at the Parent Company level. The green bonds were issued under AES’ Green Financing Framework, a set of guidelines and commitments for AES’ green financing activities that are consistent with the Green Bond Principles 2018 as published by the International Capital Markets Association.

As of December 31, 2020, a portion of the \$1.8 billion raised by the green bonds has been allocated to support investment in renewable energy, utility-scale battery storage systems and cutting-edge digital technologies used to reduce emissions and accelerate the adoption of renewables. The remaining amount will be allocated over the next few years.

AES is among the top renewable operators in the United States and intends to invest at least \$2.5 billion for renewable projects and sustainable technologies through 2025. Recently, the sPower and AES Distributed Energy development platforms were merged to form AES Clean Energy, which will serve as the vehicle for all future renewable projects domestically and represent one of the top renewable growth platforms in the United States.

The projects financed by AES’ 2020 green bonds and other projects under development will enable AES to exit coal generation by the end of 2025.<sup>1</sup>

Bonds					
Issuer	CUSIP	Issue Date	Value (\$M)	Maturity Date	Coupon
The AES Corporation	00130H CD5	11/19/2020	\$800	1/15/2026	1.375%
The AES Corporation	00130H AS9	11/19/2020	\$1,000	1/15/2031	2.450%

Projects & Technologies	Type	Ownership	Location	COD/ Contribution	AES Allocation (\$M)	Installed Capacity (MW)	Generation (MWh)
Antelope (Exp. II)	Solar	50%	CA	2018	\$18.2	105	256,126
AES DE Holdings III	Solar	100%	CA, NY, RI, HI	2018	\$24.9	82.5	131,420
Green Beanworks D	Solar	50%	CA	2018	\$0.4	3	7,727
Green Beanworks B	Solar	50%	CA	2018	\$0.8	3	7,415
Simple Energy (Uplight)	Digital	32%	CO	2018	\$34.7	N/A	N/A
AES DE Holdings V	Solar/Storage	100%	HI	2018/19	\$21.8	34	61,470
Riverhead Solar	Solar	50%	NY	2019	\$6.9	20	33,791
San Pablo Raceway	Solar	50%	CA	2019	\$13.0	100	299,283
Uplight	Digital	32%	Various	2019	\$63.8	N/A	N/A
Six Flags Discovery	Solar	50%	CA	2019	\$0.7	6	11,507
AES DE Holdings VI	Solar/Storage	100%	MA, NY, RI	2019/20	\$45.0	112	188,272
Highlander	Solar	50%	VA	2020	\$61.5	516	432,349
Eastline	Solar	50%	AZ	2020	\$11.8	100	273,186
Prevailing Winds	Wind	50%	SD	2020	\$38.8	200	897,441
Alamitos Energy Center	Storage	65%	CA	2021	\$16.0	65	150,000
Salt River	Storage	65%	AZ	2020	\$1.7	6.5	13,009
5B	Solar EPC	25%	Australia	2020	\$5.4	N/A	N/A
Na Pua Makani	Wind	100%	HI	2021	\$128.0	28	97,779
AES DE Holdings VII	Solar/Storage	100%	MA, NY, IL	2021	\$14.7	149	26,976
Renewables Acquisitions	Wind/Solar	75%	Various	2021	\$444.4	612	116,567
Solar Projects	Solar	75%	Various	2021	\$27.5	454	443,658

Cajuna	Wind	39%	Brazil	2023	\$105.9	684	-
GreenAnt	Digital	100%	Brazil	2021	\$2.7	N/A	N/A
Uplight	Digital	31%	Various	2021	\$59.7	N/A	N/A
AES Ohio Smart Grid	Digital	100%	OH	2021	\$7.5	N/A	N/A
AES Indiana Smart Grid	Digital	70%	IN	2021	\$3.2	N/A	N/A
Hardy Hills	Solar	70%	IN	2023	\$9.4	195	-
Los Olmos	Wind	34%	Chile	2022	\$25.2	110	-
Mesamávida	Wind	34%	Chile	2022	\$19.7	68	-
Campo Lindo	Wind	34%	Chile	2023	\$42.1	73	-
Andes Solar IIa	Solar	34%	Chile	2020	\$0.8	80	256,000
Andes Solar IIb + BESS	Solar	34%	Chile	2022	\$97.9	180	-
Virtual Reservoir II	Storage	67%	Chile	2023	\$5.3	40	-
San Fernando	Solar	67%	Colombia	2021	\$18.7	61	88,000
5B	Solar EPC	30%	Various	2021	\$2.5	N/A	N/A
				<b>Totals</b>	<b>\$1,380.6</b>	<b>4,087</b>	<b>3,791,977</b>

Technology	Allocation	% of Total Issuance
Renewable Energy	\$1,209.0	67.2%
Energy Efficiency	\$171.6	9.5%
Remaining to be Allocated	\$419.4	23.3%

<sup>1</sup> Based on annual generation in MWh from the portfolio as of, or expected by, the relevant date, adjusted for: (i) (+) generation from new assets added to the portfolio, including renewables backlog; and (ii) (-) actual generation from announced asset sales or retirements.

#### Additional Information:

#### AES Green Financing Framework –

<https://www.aes.com/sites/default/files/2021-02/AES-Green-Financing-Framework.pdf>

#### AES Sustainability Resources –

<https://www.aes.com/sustainability>

#### AES SEC Filings –

<https://www.aes.com/investors/reports-filings/sec-documents>

This Green Financing Report dated March 15, 2022 (“Report”) by The AES Corporation and its subsidiaries (“AES”) is provided for information purposes only pursuant to our Green Financing Framework (the “Framework”) and is subject to change without notice. AES does not assume any responsibility or obligation to update or revise any statements in this document, regardless of whether those statements are affected by the results of new information, future events or otherwise. No representation or warranty, express or implied, is or will be made in relation to the accuracy, reliability or completeness of the information contained herein. No liability whatsoever is or will be accepted by AES for any loss or damage howsoever arising out of or in connection with the use of, or reliance upon, the information contained in this document.

This Framework contains forward-looking statements within the meaning of the Securities Act of 1933 and of the Securities Exchange Act of 1934. Such forward-looking statements include, but are not limited to, those related to future earnings, growth and financial and operating performance. Forward-looking statements are not intended to be a guarantee of future results, but instead constitute AES' current expectations based on reasonable assumptions. Forecasted financial information is based on certain material assumptions. These assumptions include, but are not limited to, our expectations regarding the COVID-19 pandemic, accurate projections of future interest rates, commodity price and foreign currency pricing, continued normal levels of operating performance and electricity volume at our distribution companies and operational performance at our generation businesses consistent with historical levels, as well as the execution of PPAs, conversion of our backlog and growth investments at normalized investment levels and rates of return consistent with prior experience. In addition, the results and the use of proceeds from any Green Financing could differ materially from those expressed or implied in the forward-looking statements. Actual results could differ materially from those projected in our forward-looking statements due to risks, uncertainties, and other factors. Important factors that could affect actual results are discussed in AES' filings with the Securities and Exchange Commission (the “SEC”), including, but not limited to, the risks discussed under Item 1A: “Risk Factors” and Item 7: “Management's Discussion & Analysis” in AES' Annual Report on Form 10-K and in subsequent reports filed with the SEC. Readers are encouraged to read AES' filings to learn more about the risk factors associated with AES' business. AES undertakes no obligation to update or revise any forward-looking statements, whether as a result of new information, future events or otherwise.

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Any Stockholder who desires a copy of the Company's 2021 Annual Report on Form 10-K filed February 28, 2022 with the U.S. Securities and Exchange Commission ("SEC") may obtain a copy (excluding Exhibits) without charge by addressing a request to the Office of the Corporate Secretary, The AES Corporation, 4300 Wilson Boulevard, Arlington, Virginia 22203. Exhibits also may be requested, but a charge equal to the reproduction cost thereof will be made. A copy of the Form 10-K may be obtained by visiting the Company's website at [www.aes.com](http://www.aes.com). AES' execution of the Framework is subject to the risk that AES will be unable to execute its strategy because of economic, market or competitive conditions or other factors. AES does not undertake any obligation to publicly correct or update any forward-looking statement if AES later becomes aware that such statement is not likely to be achieved. Please consult any further disclosures AES makes on related subjects in reports to the SEC.