

Sustainable Financing Allocation Report

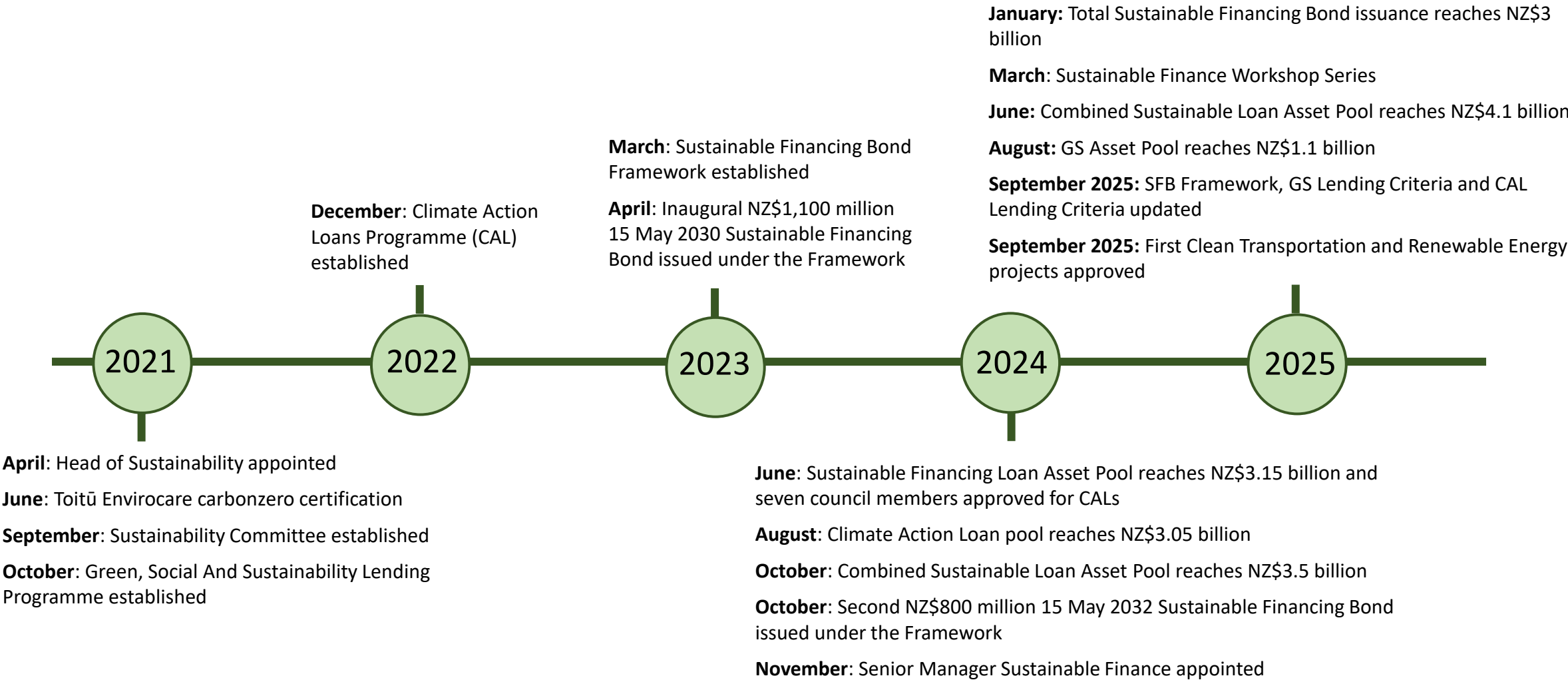
30 September 2025



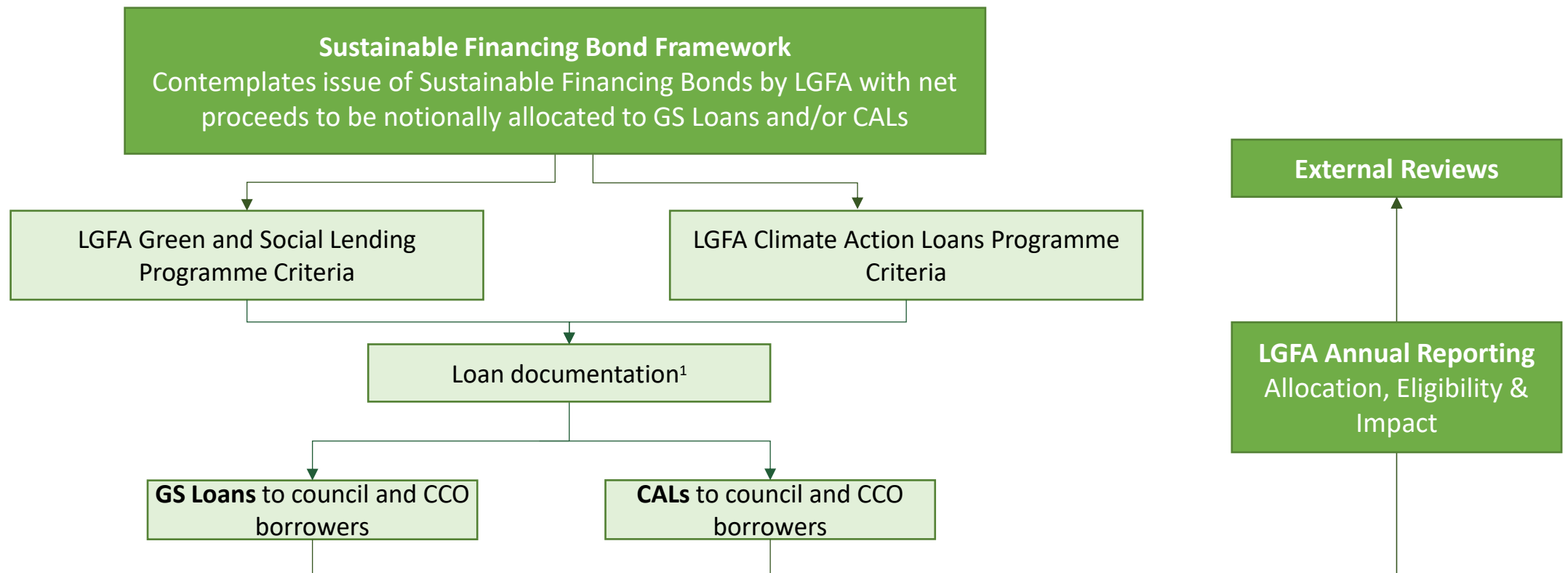
LGFA



New Zealand Local
Government Funding Agency
Te Pūtea Kāwanatanga ā-rohe



LGFA has set up a transparent and integrated documentation hierarchy for the Sustainable Financing Bond Programme



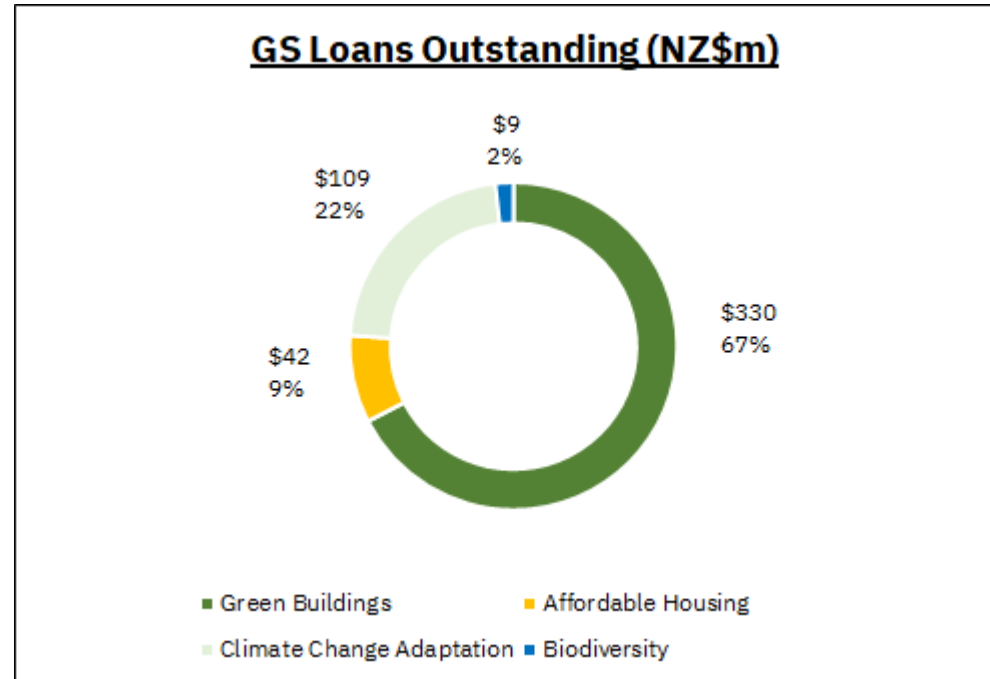
¹Sustainable Loans are documented as debt securities under LGFA's Multi-Issuer Deed.

LGFA GS lending programme*

To qualify as a GS Loan, the loan must finance assets, projects or activities that meet the criteria set out in at least one of the ten green loan categories or one of the three social loan categories. A full list of the GS categories and criteria can be found [here](#).

Progress to date:

- **Thirteen** GS Loans have been approved as eligible
- **NZ\$1,268.0 million** of GS Loans Approved as at 30 September 2025
- **NZ\$489.4 million** of GS Loans Outstanding as at 30 September 2025



LGFA CAL lending programme*

To qualify for a CAL, a council or CCO borrower (Borrower) must have the following:

1. A **GHG Emissions Inventory** for both the current year and an established Base Year, that have received third-party assurance. The assurance engagement should, at a minimum, be a limited assurance engagement and be completed by using the current and relevant assurance standard and expectations set by the External Reporting Board.
 - The borrower must provide statement of intent to broaden the GHG Emissions Inventory to capture Scope 3 Emissions across the Borrower's full value chain within two years from when the Borrower is first approved by LGFA to enter into CALs, if Scope 3 Emissions are not already captured.
2. Science-aligned gross absolute short-term, medium-term and long-term **Emission Reduction Targets** (ERT's) for Scope 1 and 2 Emissions.
 - A statement of intent to adopt science-aligned Scope 3 ERT across the Borrower's full value chain within two years from when the Borrower is first approved by LGFA to enter into CALs (if Scope 3 Emissions are not already adopted).
3. An approved **Emissions Reduction Plan** that articulates a plausible strategy to achieve the borrowers short-term ERT's covering Scope 1 and 2 ERT's, and Scope 3 ERT within one year from when the Scope 3 ERT is adopted.

Borrowers must prepare a GHG Emissions Inventory and obtain a third-party assurance report for the inventory on an annual basis. This must be provided to LGFA by 30 November each year.

You can find out more about the CAL programme and criteria [here](#).

Progress to date:

- Seven Borrowers approved as eligible for CALs
- **NZ\$3,819.45 million** of CALs outstanding as at 30 September 2025
- LGFA is working with a further 6 Borrowers on their CAL applications

LGFA ALLOCATION REPORTING

As at 30 September 2025

Sustainable Financing Bonds Summary and Sustainable Loan Asset Pool

Sustainable Financing Bond (NZX ticker)	Sustainable Financing Bond (NZ\$ million)	Issue Date	Maturity Date
LGF170	1,100	17/04/23	15/05/30
LGF170	500	12/09/23	15/05/30
LGF170	50	11/03/24	15/05/30
LGF170	50	06/05/24	15/05/30
LGF170	60	04/06/24	15/05/30
LGF170	70	08/07/24	15/05/30
LGF170	80	14/08/24	15/05/30
LGF170	150	09/09/24	15/05/30
LGF180	800	08/10/24	14/05/32
LGF170	50	16/12/24	15/05/30
LGF180	50	28/01/25	14/05/32
LGF170	50	28/01/25	15/05/30
LGF180	50	17/02/25	14/05/32
LGF170	50	17/03/25	15/05/30
LGF180	50	15/04/25	14/05/32
LGF180	50	12/05/25	14/05/32
LGF170	50	09/06/25	15/05/30
LGF180	50	07/07/25	14/05/32
LGF180	50	11/08/25	14/05/32
LGF170	50	08/09/25	15/05/30
Total	3,410		

	NZ\$ million
Total Value of GS Loans*	489.40
Total Value of CALs*	3,819.45
Total Value of Sustainable Loan Asset Pool*	4,308.85
Total principal amount of Sustainable Financing Bonds on Issue	3,410.0
Surplus Sustainable Loan Assets	898.85
Sustainable Loan Ratio (x)	1.26x

* Based on principal amount advanced under the relevant GS Loans or CALs (as applicable).

The net proceeds of the Sustainable Financing Bonds will be notionally allocated to Sustainable Loans being GS Loans and CALs in accordance with the Framework.

LGFA intends to notionally allocate an amount equal to the net proceeds of Sustainable Financing Bonds to GS Loans and CALs within 24 months of the issue date of the relevant Sustainable Financing Bonds.

If the Surplus Sustainable Loan Assets amount is negative (and the Sustainable Loan Ratio is less than 1.0), it means that the amount of Sustainable Financing Bonds that have been issued is greater than the amount of Sustainable Loan Assets held. In this instance the net proceeds will be invested in line with the Framework pending notional allocation to GS Loans and CALs.

LGFA ALLOCATION REPORTING

As at 30 September 2025

Green and Social (GS) Loans

GS Category	Borrower	Date Sustainable Loan Approved*	GS Loan Criteria Version **	Project Description	Sustainable Loan Type	Approved Amount for Project* (NZ\$ million)	Principal Amount Outstanding (NZ\$ million)	Allocation to Sustainable Loan Asset Pool under Framework (NZ\$ million)
Green Buildings	Wellington City Council	14 October 2021	2023	Tākina, Wellington Convention and Exhibition Centre	Green Loan	180	180	180
Green Buildings	Hutt City Council	28 June 2022	2023	Ngaengae Pool + Fitness Centre	Green Loan	41	41	41
Green Buildings	Whangarei District Council	19 August 2022	2023	Te Iwitahi - Whangārei Civic Centre	Green Loan	59	59	59
Green Buildings	Tauranga City Council	15 March 2025	2023	Te Manawataki o Te Papa – Building 1 - Library and Community Hub Building 2 - Civic Whare, Exhibition & Museum	Green Loan	103	50	50
Green Buildings	Napier City Council	17 September 2025	2025	Maranga (Council offices) and Te Aka (Library and Civic Precinct) Project	Green Loan	100	-	-
Climate Change Adaptation	Greater Wellington Regional Council	2 December 2021	2023	Te Wai Takamori o Te Awa Kairangi - RiverLink Project	Green Loan	227	103	103
Climate Change Adaptation	Tauranga City Council	31 August 2025	2023	Strand Seawall “Living Seawall”	Green Loan	7	-	-

*Where a GS Loan is “approved”, LGFA is not committed to provide those funds. Rather, LGFA has indicated to the relevant Borrower that, subject to satisfaction of conditions precedent, LGFA intends to advance the relevant amount as GS Loan(s) when the Borrower makes a request under LGFA’s Multi-Issuer Deed.

**GS Loan Lending Programme Criteria that the GS project was approved against.

LGFA ALLOCATION REPORTING

As at 30 September 2025

Green and Social (GS) Loans

GS Category	Borrower	Date Sustainable Loan Approved*	GS Loan Criteria Version **	Project Description	Sustainable Loan Type	Approved Amount for Project* (NZ\$ million)	Principal Amount Outstanding (NZ\$ million)	Allocation to Sustainable Loan Asset Pool under Framework (NZ\$ million)
Climate Change Adaptation	Hurunui District Council	28 August 2025	2023	Amberley Beach Proactive Relocation	Green Loan	23.6	5.5	5.5
Biodiversity Conservation	Tauranga City Council	10 October 2023	2023	Kopurererua Valley Stream Realignment	Green Loan	10.3	8.7	8.7
Clean Transportation	Infrastructure Holdings Ltd	23 September 2025	2025	Container Crane Procurement	Green Loan	15	-	-
Renewable Energy	New Plymouth District Council	23 September 2025	2025	Papa Rererangi i Puketapu (PRIP) Solar Farm	Green Loan	14.6	-	-
Total Green Loans						780.5	447.2	447.2
Affordable Housing	Christchurch City Council	17 November 2022	2023	ŌCHT Social Housing	Social Loan	55	42.2	42.2
Affordable Housing	Wellington City Council	28 August 2025	2023	Housing Upgrade Programme Phase 2 (HUP2)	Social Loan	432.5	-	-
Total Social Loans						487.5	42.2	42.2
Total Loans	10 Borrowers					1,268.0	489.4	489.4

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**GS Loan Lending Programme Criteria that the GS project was approved against.

LGFA ALLOCATION REPORTING

As at 30 September 2025

Climate Action Loans (CALs)

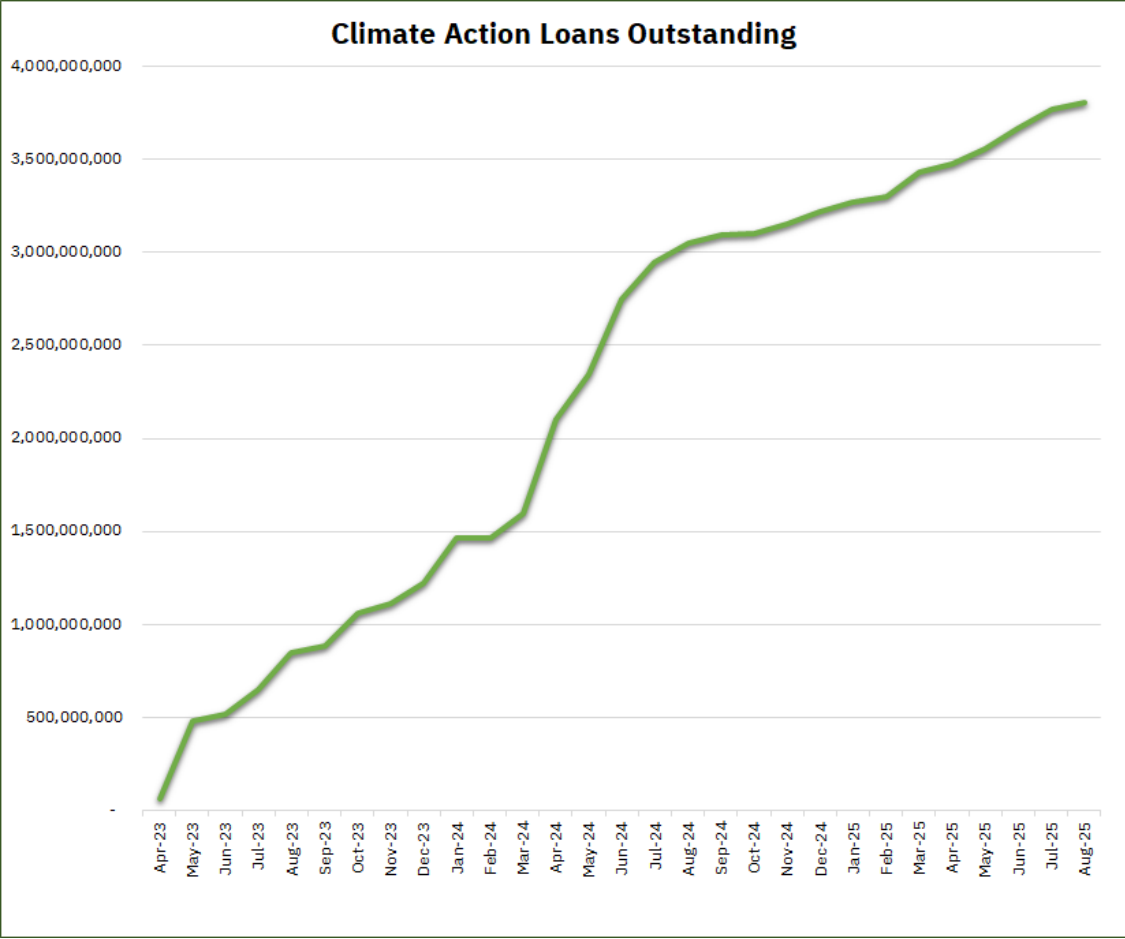
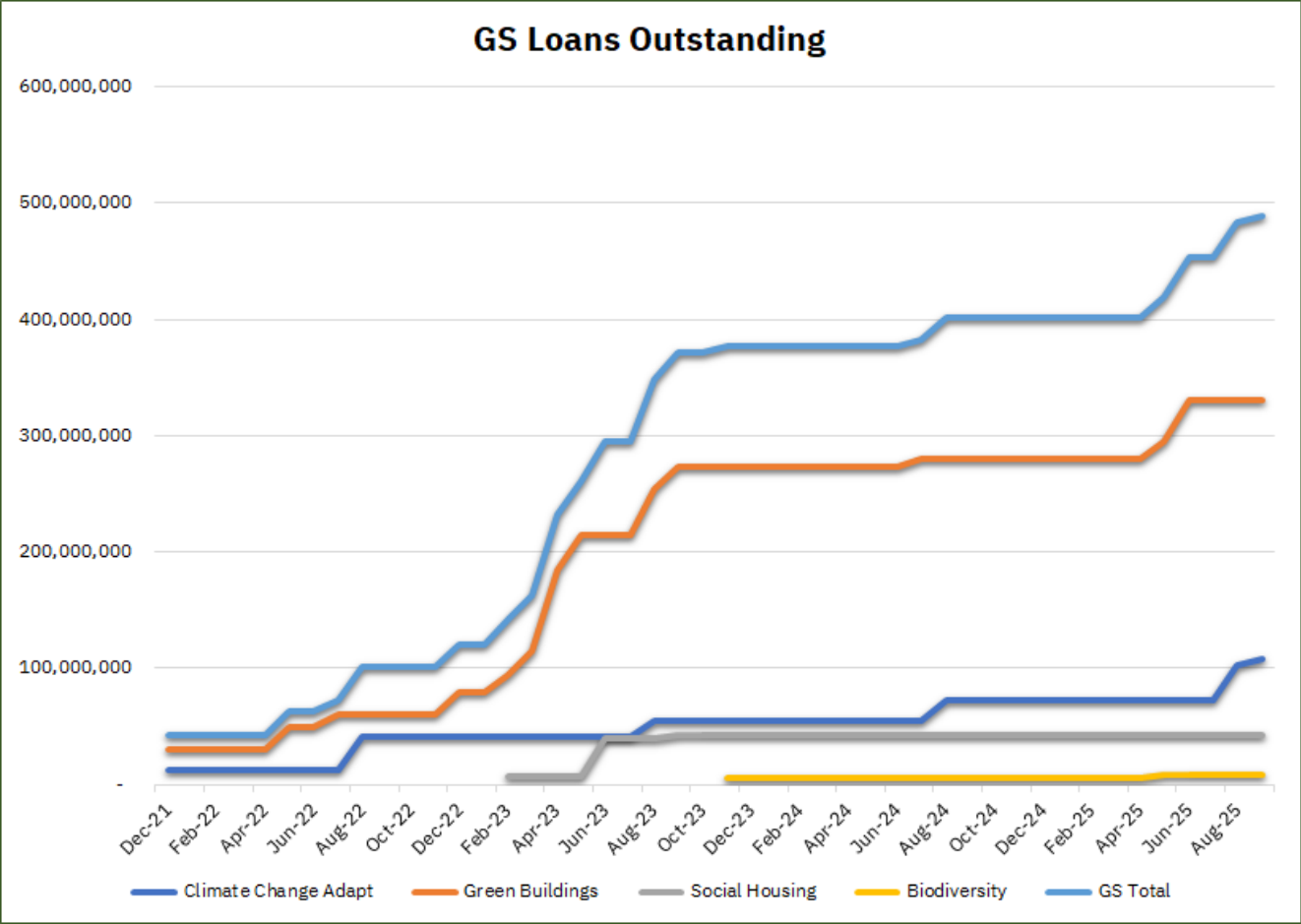
Borrowers	CAL Criteria Version*	Maturity Date Range of CALs	Principal Amount Outstanding (NZ\$ million)	Allocated to Sustainable Loan Asset Pool under Framework (NZ\$ million)
Auckland Council	2023	May 2028 to April 2033	1,100.0	1,100.0
Dunedin City Treasury Limited	2023	February 2030 to April 2033	420.0	420.0
Greater Wellington Regional Council	2023	August 2026 to September 2033	427.0	427.0
Hutt City Council	2023	October 2026 to July 2031	350.7	350.7
Kapiti Coast District Council	2023	May 2026 to October 2030	260.0	260.0
Tauranga City Council	2023	April 2027 to May 2031	435.25	435.25
Wellington City Council	2023	July 2027 to July 2033	826.5	826.5
Total			3,819.45	3,819.45



*CAL Lending Programme Criteria that the CAL Borrower was approved against.

GS AND CALs HISTORICAL OUTSTANDINGS

As at 30 September 2025



First GSS loans advanced in December 2021

First CALs advanced in April 2023