



Equator Principles

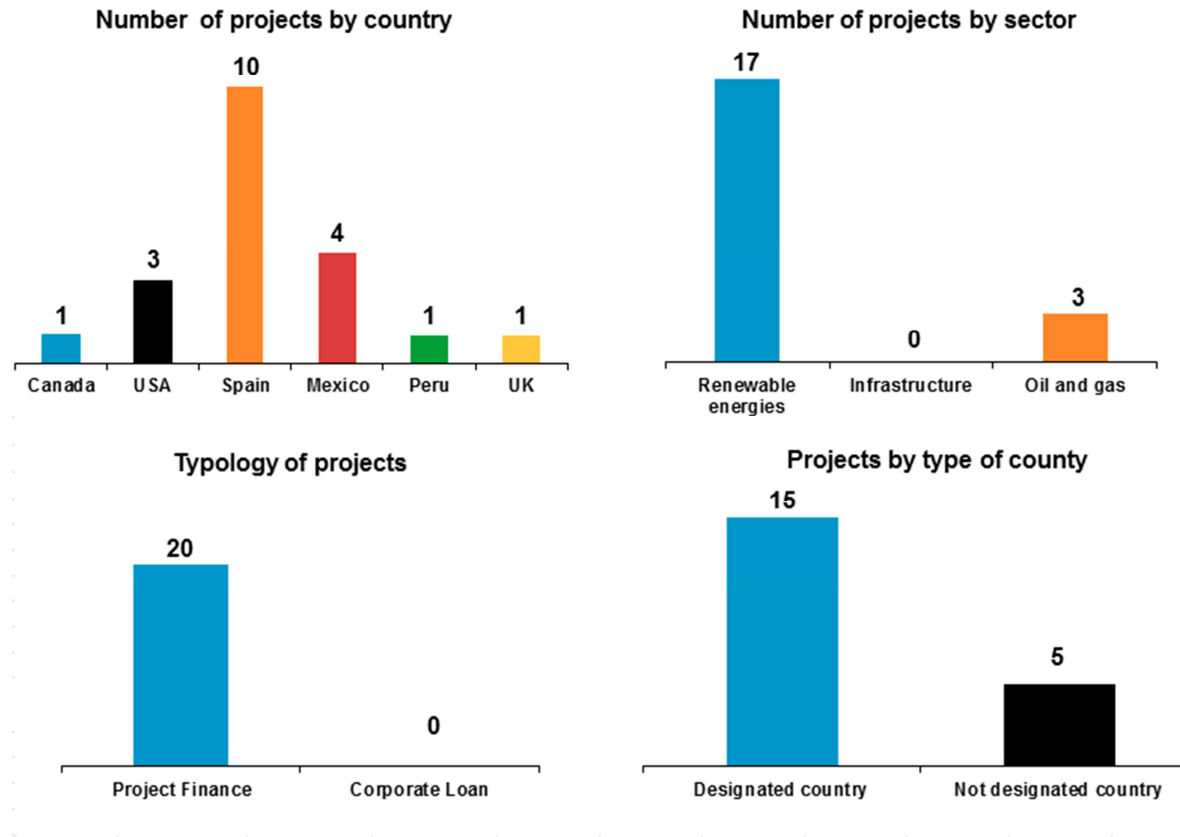
Banco Sabadell Group 2018

Equator Principles

For a financial institution, it is a priority to identify, prevent and mitigate the risks associated with its business. In addition to financial risks, Banco Sabadell takes account of social and environmental risks in its structured finance deals and corporate loans. To this end, Banco Sabadell adopted the Equator Principles in September 2011. Based on the policies, standards and guidelines of the International Finance Corporation (IFC), the Equator Principles are a set of standards developed to ensure that social and environmental matters receive full attention when funding large projects. Since then, the Bank has applied the Equator Principles in all new structured finance deals amounting to 10 million dollars or more and corporate loans from 100 million dollars. Projects are classified as A, B or C in accordance with the IFC standard; all category A and B projects include a social and environmental evaluation received by an independent expert.

SECTOR	Project Name	Category	Country	Region	Designated Country	Independent Review
Renewable energies	CANADIAN SOLAR	B	Mexico	America	NO	YES
	FRV LA SOLANILLA	B	Spain	Europe	YES	YES
	FUERZAS ENERGETICAS SUR DE EUROPA	B	Spain	Europe	YES	YES
	GRUPOTEC SPV I	B	Spain	Europe	YES	YES
	HENVEY INTEL WIND	B	Canada	America	YES	YES
	JORGE ENERGY	B	Spain	Europe	YES	YES
	NORVENTO ESTELO	B	Spain	Europe	YES	YES
	NORVENTO SASDONIGAS	B	Spain	Europe	YES	YES
	PE MONTES DE ABELLA	B	Spain	Europe	YES	YES
	PHOEBE SOLAR	B	USA	America	YES	YES
	PROJECT MULA	B	Spain	Europe	YES	YES
	PROYECTO CASTRONUÑO	B	Spain	Europe	YES	YES
	PROYECTO GOYA FASE I	B	Spain	Europe	YES	YES
	PROYECTO MERLE	B	UK	Europe	YES	YES
	PUERTO LIBERTAD	B	Mexico	America	NO	YES
	TIZIMIN	B	Mexico	America	NO	YES
	UPSTREAM WIND	B	USA	America	YES	YES
Oil and gas	CHENIERE CORPUS CHRISTI	B	USA	America	YES	YES
	PETROPERÚ	B	Peru	America	NO	YES
	TIERRA MOJADA	B	Mexico	America	NO	YES

In 2018, Banco Sabadell signed 20 projects that include the Equator Principles, 17 of which involved renewable energy.



Sector	Category A	Category B	Category C
Mining	-	-	-
Oil and gas	-	3	-
Renewable energies	-	17	-
Energy	-	-	-
Infrastructure	-	-	-

Region	Category A	Category B	Category C
America	-	9	-
Europe	-	11	-
Africa/Middle East	-	-	-
Asia/Pacific	-	-	-

Designated Country	Category A	Category B	Category C
Designated	-	15	-
Not Designated	-	5	-

Independent review	Category A	Category B	Category C
Yes	-	20	-
No	-	-	-

Banco Sabadell has received no applications for corporate or bridge loans that qualify for application of the Equator Principles.

All those responsible for the evaluation of projects related to the Equator Principles, have received training by internal staff of Banco Sabadell which includes the scope and implications involving the assessment of such projects.

CATEGORY A	CATEGORY B	CATEGORY C
Projects with potential significant adverse environmental and social risks	Projects with potential limited adverse environmental and social risks reversible	Projects are expected to have minimal or no adverse environmental and social risks