

## ANNEX II

**EUROPEAN GREEN BOND ANNUAL ALLOCATION REPORT****[Where the allocation report is revised, the title shall reflect this]**

This document and its contents are not subject to any approval or endorsement from ESMA or any other competent authority.	
<b>1. General information</b>	
[Date of issuance of the bond(s) or tranches of the bond(s)]	3 June 2025
[Date of publication of the allocation report]	8 May 2026
[The first and last date of the period to which the annual allocation report refers: [date – date]]	1 January 2025 – 31 December 2025
[The legal name of the issuer]	Comunidad Autónoma de Madrid (hereinafter the “Community of Madrid”)
[Where available, the legal entity identifier (LEI) of the issuer]	959800KASH3LCM57Q344
[Website address providing investors with information on how to contact the issuer]	<a href="http://www.comunidad.madrid/inversion/relacion-inversores">http://www.comunidad.madrid/inversion/relacion-inversores</a>
[Where available, the name of the bond(s) assigned by the issuer]	European Green Bond
[Where available, the international securities identification numbers (ISIN) of the bond(s) and its/their tranches]	ES00001010R3
[Where the allocation report has been subject to post-issuance review, the identity and contact details of the external reviewer]	Sustainable Fitch Ireland Limited Register Number: 717976 / LEI: 213800JBPPIRON5YQ587 Registered Office: 88 Harcourt Street, Dublin 2, D02 DK18, Ireland
[Where applicable, the name of the competent authority that has approved the bond prospectus(es)]	Not applicable; the Community of Madrid is exempt from the obligation to produce a prospectus.
<b>2. Important information</b>	
[The following statement: “[This bond uses] [These bonds use] the designation ‘European Green Bond’ or ‘EuGB’ in accordance with Regulation (EU) 2023/2631 of the European Parliament and of the Council.]	This bond uses the designation ‘European Green Bond’ or ‘EuGB’ in accordance with Regulation (EU) 2023/2631 of the European Parliament and of the Council.

2023/2631 of the European Parliament and of the Council (¹).”]	
[Where bonds proceeds are intended to be allocated in accordance with Article 5 of that Regulation, the following statement: “[This European Green Bond makes] [These European Green Bonds make] use of the flexibility permitting a partial non-alignment with the technical screening criteria set out in the delegated acts adopted pursuant to Article 10(3), 11(3), 12(2), 13(2), 14(2) or 15(2) of Regulation (EU) 2020/852 of the European Parliament and of the Council (²) (‘the technical screening criteria’), as further described in Section 4 of this allocation report.”]	Not applicable
<b>3. Environmental strategy and rationale</b>	
<b><u>Overview</u></b>	
[The environmental objectives referred to in Article 9 of Regulation (EU) 2020/852 pursued by the bond[s]]	Climate Change Mitigation
<b><u>Link with the assets, turnover, CapEx, and OpEx key performance indicators</u></b>	
[Where the issuer is subject to Article 8 of Regulation (EU) 2020/852, a description of how, to what extent (e.g., expressed as a percentage change year-on-year), and in which financial periods, bond proceeds contribute to the issuer’s key performance indicators for taxonomy-aligned assets, turnover, capital expenditure and operating expenditure, taking into account the amounts in the ‘Totals’ table in Table A, where applicable.]	Not applicable; the Community of Madrid is not subject to Article 8 reporting under Regulation (EU) 2020/852.
<b><u>Link to the transition plan</u></b>	
[Where the issuer is subject to an obligation to publish plans pursuant to Article 19a(2), point (a)(iii), or, where applicable, Article 29a(2), point (a)(iii), of Directive 2013/34/EU of the European Parliament and of the Council (³), or where the issuer voluntarily publishes transition plans:	Not applicable; the Community of Madrid is not in scope of Directive 2013/34/EU.  With respect to voluntary transition plan disclosure, the European Green Bond proceeds support the transition to a low-carbon economy under the <i>Clean Transportation</i> category by enabling the funding, development, expansion, improvement, promotion and maintenance of public transport infrastructure. These investments

¹ Regulation (EU) 2023/2631 of the European Parliament and of the Council of 22 November 2023 on European Green Bonds and optional disclosures for bonds marketed as environmentally sustainable and for sustainability-linked bonds (OJ L, 2023/2631, 30.11.2023, ELI: <http://data.europa.eu/eli/reg/2023/2631/oj>).

² Regulation (EU) 2020/852 of the European Parliament and of the Council of 18 June 2020 on the establishment of a framework to facilitate sustainable investment, and amending Regulation (EU) 2019/2088 (OJ L 198, 22.6.2020, p. 13).

³ Directive 2013/34/EU of the European Parliament and of the Council of 26 June 2013 on the annual financial statements, consolidated financial statements and related reports of certain types of undertakings, amending Directive 2006/43/EC of the European Parliament and of the Council and repealing Council Directives 78/660/EEC and 83/349/EEC (OJ L 182, 29.6.2013, p. 19).

<ul style="list-style-type: none"> <li>the manner in which bond proceeds contribute to funding and implementing those plans. The information may be given at an economic activity level or at a project-by-project level; and</li> <li>a link to the website where those plans are published.]</li> </ul>	<p>are aimed at encouraging modal shifts towards public transport, soft mobility and multimodal transport solutions.</p> <p>The Community of Madrid's Estrategia de Energía, Clima y Aire Horizonte 2030 (Energy, Climate and Air Strategy – EECAM) further sets out the region's overarching decarbonization objectives: <a href="#">link</a>.</p>
<p><b><u>Securitisation</u></b></p>	
<p>[Where applicable in the case of securitisation, the information required in Article 19(2) of Regulation (EU) 2023/2631.]</p>	<p>Not applicable; European Green Bonds issued by the Community of Madrid are not securitization bonds.</p>
<p style="text-align: center;"><b>4. Allocation of bond proceeds</b></p>	
<p><i>[The information listed below shall be provided at least at the level of the economic activity, and ideally at the level of the project or group of projects. Confidentiality agreements, competitive considerations, or a large number of underlying qualifying projects and similar considerations may justify limiting the amount of detail that is made available. Where bond proceeds are allocated to expenditure as referred to in Article 4(3) of Regulation (EU) 2023/2631 the information may be provided at programme level.]</i></p>	
<p><b><u>Allocation to taxonomy-aligned economic activities</u></b></p>	
<p>[Whether the issuer is allocating proceeds in accordance with the gradual approach or the portfolio approach, and whether the bond(s) is a/are securitisation bond(s).]</p>	<p>The Community of Madrid has allocated an amount equal to the net European Green Bond proceeds to capital and operating expenditures in accordance with the gradual approach, referred in Article 4(1) of Regulation (EU) 2023/2631.</p> <p>European Green Bonds issued by the Community of Madrid are not securitization bonds.</p>
<p>[Where applicable in accordance with Article 11(6) of Regulation (EU) 2023/2631, a statement that the composition of the portfolio of financial assets and/or fixed assets has not changed, compared to the year covered by the previous allocation report.]</p>	<p>Not applicable</p>
<p>[The issuer shall complete either Table A or Table B below, depending on whether the gradual approach or the portfolio approach to the allocation of proceeds is used. The corresponding totals shall also be completed.]</p>	<p>Table A has been completed.</p>
<p>[Confirmation of compliance with Article 3, point (c), of Regulation (EU) 2020/852 (minimum safeguards).]</p>	<p>Confirmed, as assessed by the external reviewer: Sustainable Fitch Ireland Limited.</p>
<p>[Where the issuer is a sovereign, and bond proceeds have been allocated to tax relief as set out in</p>	<p>Not applicable</p>

Article 4(3) of Regulation (EU) 2023/2631, an estimate of the revenue loss associated with eligible tax relief.]	
<b><u>Allocation to specific taxonomy-aligned economic activities</u></b>	
[Where bond proceeds are allocated to an enabling or transitional economic activity, which type of enabling or transitional economic activity is financed and the amount and proportion of proceeds allocated to each type of enabling or transitional economic activity.]	<p>European Green Bond proceeds have been solely allocated to the economic activity: <i>6.3 Urban and suburban transport, road passenger transport</i>. The substantial contribution criteria for climate change mitigation of this economic activity stipulates that activities that comply with part (b) of the criteria are considered to be transitional.</p> <p>No proceeds have been allocated to transitional economic activities.</p> <p>No proceeds have been allocated to enabling economic activities.</p>
[Where applicable, the amount and proportion of assets relating to taxonomy-aligned activities related to nuclear energy and fossil gas in accordance with Articles 10(2) and 11(3) of Regulation (EU) 2020/852.]	No proceeds have been allocated to taxonomy-aligned activities related to nuclear energy and fossil gas in accordance with Articles 10(2) and 11(3) of Regulation (EU) 2020/852.
<b><u>Allocation to economic activities not aligned with the technical screening criteria</u></b>	
[Where bond proceeds are allocated in accordance with Article 5 of Regulation (EU) 2023/2631, a statement that the [net] proceeds of the bond are partially allocated to economic activities that are not aligned with the technical screening criteria. The issuer shall describe such non-alignment, the activities concerned and the percentage of the proceeds that have been allocated to such activities as a total and on a per-activity basis, including a breakdown describing which point(s) of Article 5(1) of Regulation (EU) 2023/2631 is/are being used. Furthermore, an explanation why the technical screening criteria cannot be applied and an explanation of the manner in which the issuer has ensured that those activities comply with Article 5(3) and (4) of Regulation (EU) 2023/2631 and Article 3, points (a), (b) and (c), of Regulation (EU) 2020/852.]	Not applicable; European Green Bond proceeds have allocated to economic activities that are aligned with the relevant technical screening criteria.
<b><u>Issuance costs</u></b>	
[An estimate of the amount of cumulative issuance costs that are deducted from the proceeds, as permitted under Article 4(1) Regulation (EU) 2023/2631, with an accompanying explanation.]	The Community of Madrid has allocated the gross proceeds of European Green Bonds to environmentally sustainable economic activities, without deduction of costs.

<b>5. Environmental impact of bond proceeds</b>	
[No information is required to be provided under this Section of the report.]	
<b>6. Information on reporting</b>	
[A link to the issuer's website referred to in Article 15(1) of Regulation (EU) 2023/2631.]	All relevant information in relation to the European Green Bond can be found on the Community of Madrid's website: <a href="#">link</a> .
[Where applicable, a link to the issuer's relevant reports, such as the consolidated management report or the consolidated sustainability report pursuant to Directive 2013/34/EU.]	General Accounts are published on the Community of Madrid's website: <a href="#">link</a> .
<b>7. CapEx plan</b>	
[Where applicable, progress made in the implementation of the CapEx plan referred to in Article 7 of Regulation (EU) 2023/2631 and the estimated date of completion of the projects therein.]	Not applicable; a CapEx plan referred to in Article 7 of Regulation (EU) 2023/2631 is not required as The Community of Madrid will allocate European Green Bond proceeds to activities that are environmentally sustainable under Article 3 of Regulation (EU) 2020/852.
[Where there has been any delay or deviation that has a significant impact on the implementation of the CapEx plan, the issuer shall provide the reasons therefor, in accordance with Article 11(2) of that Regulation.]	Not applicable
[Where applicable, the plan referred to in Article 8(3) of that Regulation.]	Not applicable
<b>8. Other relevant information</b>	
	Not applicable

[In the case of a securitisation bond, references in this document to the issuer shall be construed as and, where appropriate, replaced with references to the originator.]

**Table A: Taxonomy alignment of proceeds information for bonds making use of the gradual approach to the allocation of bond proceeds**

The information in the table below covers the period from the issuance of the bond concerned up to the reporting date.

<b>1. Project (or group of projects or economic activity) name, location and description</b>	
1.1. (for each project/group of projects/economic activity, as applicable) [Name]	<p><b>Category: Clean Transportation</b></p> <p><b>Economic activity: 6.3 Urban and suburban transport, road passenger transport:</b></p> <ul style="list-style-type: none"> <li>- Metro system of Madrid (Metro de Madrid)</li> <li>- Municipal Transport Company of Madrid “EMT” (Empresa Municipal de Transportes de Madrid)</li> <li>- Regional Bus system of Madrid (suburban)</li> <li>- Light rail (Light trains / trams)</li> </ul>
1.2. [Location]	Madrid, Spain
1.3. [Basic description]	<p><b>Category: Clean Transportation</b></p> <p><b>Economic activity: 6.3 Urban and suburban transport, road passenger transport:</b></p> <ul style="list-style-type: none"> <li>- Metro system of Madrid (Metro de Madrid)</li> <li>- Municipal Transport Company of Madrid “EMT” (Empresa Municipal de Transportes de Madrid)</li> <li>- Regional Bus system of Madrid (suburban)</li> <li>- Light rail (Light trains / trams)</li> </ul> <p>Link to the Regional Transport Authority: <a href="#">CRTM Inicio</a></p>
<b>2. Amount of proceeds allocated from the bond(s)</b>	
2.1. [bond proceeds allocated to this project/group of projects/economic activity since the issuance date]	EUR 500m
2.2. [bond proceeds allocated to this project/group of projects/economic activity in the reporting period]	EUR 500m
2.3 Share of project that is funded by the bond(s)	<p><b>100% = Clean Transportation</b></p> <p><b>100% = 6.3 Urban and suburban transport, road passenger transport:</b></p> <ul style="list-style-type: none"> <li>- 70% = Electric metro (Metro)</li> <li>- 15% = Light rail (Light trains / trams)</li> <li>- 8% = Interurban buses (Intercity bus)</li> <li>- 7% = Urban buses (EMT bus)</li> </ul>
<b>3. Share of total proceeds used for financing (in the year of issuance or after the year of issuance) or refinancing (earlier)</b>	
3.1. [the share of the amount in row 2.1 used for financing and refinancing]	100% financing; the proceeds of the European Green Bond has been allocated to eligible activities in the General Budget of Comunidad de

	Madrid of 2025, which corresponds to the fiscal year of the European Green Bond issuance.
3.2. [the share of the amount in row 2.2 used for financing and refinancing]	100% financing; the proceeds of the European Green Bond has been allocated to eligible activities in the General Budget of Comunidad de Madrid of 2025, which corresponds to the fiscal year of the European Green Bond issuance.
<b>4. Type and sector of economic activities funded by the bond(s)</b>	
4.1. [For each of the economic activities related to the project funded by the bond(s): the types/sectors]	<p><b>Economic activity: 6.3 Urban and suburban transport, road passenger transport:</b></p> <ul style="list-style-type: none"> <li>- Metro system of Madrid (Metro de Madrid)</li> <li>- Municipal Transport Company of Madrid – “EMT” (Empresa Municipal de Transportes de Madrid)</li> <li>- Regional Bus system of Madrid (suburban)</li> <li>- Light rail (Light trains / trams)</li> </ul>
4.2. [For each of the economic activities related to the project funded by the bond(s): where applicable, the respective NACE codes in accordance with the statistical classification of economic activities established by Regulation (EC) No 1893/2006 of the European Parliament and of the Council <sup>(4)</sup> ]	<p><b>Economic activity: 6.3 Urban and suburban transport, road passenger transport:</b></p> <p><b>NACE code: H49.31 Urban and suburban passenger land transport</b></p> <ul style="list-style-type: none"> <li>- Metro system of Madrid (Metro de Madrid)</li> <li>- Municipal Transport Company of Madrid – “EMT” (Empresa Municipal de Transportes de Madrid)</li> <li>- Light rail (Light trains)</li> </ul> <p><b>NACE code: H49.3.9 Other passenger land transport n.e.c.</b></p> <ul style="list-style-type: none"> <li>- Regional Bus system of Madrid (suburban)</li> </ul>
<b>5. Amount of proceeds allocated from the bond(s) that are taxonomy-aligned</b>	
5.1. [of the total bond proceeds allocated to the project, the amount that is allocated to an activity which is taxonomy-aligned since the issuance date]	EUR 500m of the European Green Bond proceeds has been allocated to activities that are environmentally sustainable under Article 3 of Regulation (EU) 2020/852.
5.2. [percentage share of amount given in row 2.1]	100% of the European Green Bond proceeds has been allocated to activities that are environmentally sustainable under Article 3 of Regulation (EU) 2020/852.
5.3. [of the bond proceeds allocated to the project in the reporting period, the amount that is allocated to an activity which is taxonomy-aligned in the reporting period]	EUR 500m
5.4. [percentage share of amount given in row 2.2]	100%
<b>6. Environmental objectives and technical screening criteria</b>	

<sup>4</sup> Regulation (EC) No 1893/2006 of the European Parliament and of the Council of 20 December 2006 establishing the statistical classification of economic activities NACE Revision 2 and amending Council Regulation (EEC) No 3037/90 as well as certain EC Regulations on specific statistical domains ([OJ L 393, 30.12.2006, p. 1](https://eur-lex.europa.eu/eli/reg/2006/1893/oj)).

6.1. [The targeted environmental objective(s), as referred to in Article 9 of Regulation (EU) 2020/852]	Climate Change Mitigation
6.2. [An indication of which delegated acts adopted in accordance with Article 10(3), 11(3), 12(2), 13(2), 14(2) or 15(2) of Regulation (EU) 2020/852 are used to determine the technical screening criteria, and their application dates]	The Climate Delegated Act published in the Official Journal on 9 December 2021 and applicable since January 2022.
6.3. [Information on the methodology and assumptions used for the calculation of key impact metrics in accordance with delegated acts adopted under Articles 10(3), 11(3), 12(2), 13(2), 14(2) and 15(2) of Regulation (EU) 2020/852, and for any additional impact metrics]	The Community of Madrid's impact reporting for Sustainable, Green and European Green Bonds discloses information on the methodology and assumptions used to evaluate the environmental impacts of eligible activities: <a href="#">link</a> .
<b>7. Nature of environmentally sustainable assets and expenditure</b>	
7.1. [of the amount allocated in the reporting period in row 5.3, capital expenditure amount]	0%
7.2. [of the amount allocated in the reporting period in row 5.3, operating expenditure amount]	100% (annual budgetary expenditure)
7.3. [of the amount allocated in the reporting period in row 5.3, fixed assets amount]	Not applicable
7.4. [of the amount allocated in the reporting period in row 5.3, financial assets amount]	Not applicable
<b>8. Other relevant information</b>	
8.1. [Other relevant information, such as relevant environmental key performance indicators, and also links to websites with relevant information and links to relevant public documents with more detailed information, such as the website of the company describing the project or a report by an environmental consultancy]	Not applicable

**Totals:**

Since issuance	[reporting period]
Total amount of bond proceeds allocated since issuance: [X]	Total amount of bond proceeds allocated in the reporting period: EUR 500m
Of which, total amount of bond proceeds allocated to taxonomy-aligned economic activities since issuance: [X]	Of which, total amount of bond proceeds allocated to taxonomy-aligned economic activities in the reporting period: EUR 500m

Of which:

—Total amount of bond proceeds allocated to taxonomy-aligned capital expenditure in the reporting period: EUR 0m

—Total amount of bond proceeds allocated to taxonomy-aligned operating expenditure in the reporting period: EUR 500m (annual budgetary expenditure)

—Total amount of bond proceeds allocated to taxonomy-aligned [other] in the reporting period: Not applicable