

THERMAL ACCOUNT INVESTMENT LOAN

Beneficiary	Municipalities, Provinces and Metropolitan Cities
Intended use	Making of investments benefiting from the Incentive provided by the Gestore dei Servizi Energetici Spa (GSE), under the so-called Thermal Account (reservation mechanism), for the production of thermal energy from renewable sources and the increase of energy efficiency, not yet contracted. At the time of applying for the loan, the Entities must provide evidence that they have received the letter of acceptance from the GSE regarding the reservation of the incentive (so-called "API")
Minimum amount	€5,000.00
Disbursements	During the period of use, the Entity may request disbursements, in one or more instalments, on the loan, according to the usual procedures provided by CDP, on the basis of documentation relating to the expenditure incurred up to the amount granted. Disbursements may be requested in the period between the signing of the contract and 30 November of the last year prior to the date of commencement of amortisation. By the end of the period of use, the Entity in any case has the right to request an additional period of use that extends to the maturity of the amortisation of the loan, with reference to the entire amount of the loan (total conversion) or only a part thereof (partial conversion).
Pre-Amortisation	At the choice of the beneficiary, to be carried out at the time of the loan request, from the date of signing of the contract until 31/12 of the first year, of the second year, of the third year, or of the fourth year following the signing. Pre-amortisation interest accrues on the amount of the individual disbursements
Amortisation	The amortisation period begins on 1 January following the end of the pre-amortisation period and ends on the maturity date of the loan. In this period, the loan is repaid in deferred six-monthly instalments to be paid on the due dates of 30/6 and 31/12 of each year, including constant principal portions and interest. At the choice of the beneficiary, to be made at the time of application for the loan, the amortisation period may be 5, 10, 15 or 20 years
Flexibility in the starting date of amortisation	By the deadline of 30/11 of each year of pre-amortisation, the beneficiary may request that CDP, under certain conditions better identified in the loan agreement (e.g. full amount disbursed, investment completed), start the amortisation from 1 January of the following year. In this case, the dates of payment indicated in the amortisation plan and the final maturity of the loan will be modified, while the duration of the amortisation period will remain unchanged
Flexibility in the concession of granted capital	If the Entity has not requested the entire amount granted by the end of the period of use, it may request to make disbursements until the amortisation expires with reference to the entire amount not disbursed (total conversion) or for a lower amount (partial conversion)

Pre-amortisation and amortisation interest rate	Floating interest rate equal to the Euribor parameter plus a <i>single spread</i> determined using the same methods as for the pricing for other CDP loans
Rate conversion option	<p>The conversion of the loan rate from a floating to a fixed rate will be carried out, with effect only during the amortisation period, in the same way as for the other CDP loans already offered to customers.</p> <p>In any event, the conversion of the rate may be carried out by the beneficiary which has received the whole Incentive allocated to it for the implementation of the investment financed by the loan and has already made the compulsory early repayment</p>
Prepayment	<ul style="list-style-type: none"> - Compulsory (to be carried out at a floating rate): The beneficiary, as a result of the collection of the Grant, must make the early repayment, in full or in part, of the loan, with effect from the due date of the instalment immediately after disbursement, without being entitled to any compensation - Voluntary: The beneficiary may repay all or part of the sums paid out in advance, either during the amortisation period or during the pre-amortisation period. In the case of a floating rate regime, no compensation shall be due; in the case of a fixed rate regime (following the exercise of the rate conversion option), compensation is due, to be defined in the same way as for the other CDP loans settled at a fixed rate.
Guarantee	Payment authorisation
DISCLAIMER	<i>This sheet describes <u>for purely illustrative purposes</u> the main characteristics of the product; for more detailed information, please refer to the applicable Circular</i>