

This report details how the funds have been allocated to projects aligned with our broader sustainability strategy. The Green Bond issuance was carried out in line with our Green Financing Framework, which was evaluated by an independent third party to confirm the ambition and impact of the associated investments.

The Green Bond operation was issued by Raízen Fuels Finance SA, as the Borrower. The Final Offering Memorandum took place on September 12, 2024, in the total amount of US\$1 billion, with the objective of financing projects that contribute to Energy Efficiency and Renewable Energy.

Regarding Renewable Energy, this category includes expenses across the biofuel production chain, from cultivation and sourcing certified raw materials to procuring equipment, materials, and labor for development, construction, operation, and maintenance.

<b>Use Of Proceeds</b>	<b>25'26 Report</b>	<b>%*</b>
<b>Allocated Amount</b>	336,983,199.79	33.70
<b>Unallocated Balance</b>	663,016,800.21	66.30

\*Percentage relative to total proceeds

The allocation of proceeds was reviewed by an independent third party, who examined and verified the Borrower's management of the net proceeds and provide assurance as to the compatibility in all material respects of any selected Approved Green Projects listed above, with the eligibility criteria set forth in the Green Financing Framework and Green Loan Principles.

Best regards,

Raízen SA

## External Evaluation Report

To the Board of Directors of Raízen Fuels Finance S.A., Raízen Energia S.A., and Raízen S.A.,

ERM has conducted an independent verification of the allocation of proceeds from the Bond 2035 operation, executed in partnership with The Bank of New York Mellon. The total proceeds raised amounted to USD 1,000,000,000.00, equivalent to BRL 5,571,700,000.00 at the exchange rate applied at the time of the transaction<sup>1</sup>.

Raízen provided all necessary documentation to support the verification process. ERM reviewed the submitted evidence to confirm the use of proceeds, the allocation status and the associated socioenvironmental benefits. The assessment was performed under a limited assurance level, considering the internal origin of the collection of company information and sample verification of invoices proving the allocation of proceeds.

Based on all the material aspects analysed, as well as the evidence presented, nothing came to ERM's attention that could indicate that Raízen Energia did not finance or reimburse, between the crop years 2021'22, 2022'23, 2023'24 and 2024'25, BRL 1,877,569,294.28 (which represent 34.14% of the total proceeds) in projects related to raw material production costs and equipment purchase and maintenance. All the allocated proceeds were applied to reimbursement (investments made prior to September 2024). The allocation was substantiated through sample invoice verification and supported by Raízen Group's financial statements. The financial statements further confirmed that investments exceeded the loan amount.

All projects are consistent with the eligible categories defined in Raízen's Green Finance Framework. Full allocation is expected by the 2026/27 harvest. Unallocated proceeds are temporarily held in cash and cash equivalents, as disclosed in Raízen Group's financial statements.

For financial indicators, Raízen has reported allocation data annually in alignment with the specific requirements of each transaction. In the case of the Bond 2035 operation, Raízen published an Allocation of Proceeds Report<sup>2</sup> for the 2024/25 harvest, which

The company states that the Impact Report, as defined in the Framework, will be developed alongside the Allocation Report. However, no such report has been published since the issuance date, September 2024. ERM considers that the absence of an Impact Report 24 months after the operation's inception constitutes a gap in reporting best practices.

A review of controversies from January 2025 until the date of this report identified three incidents for which Raízen has clarified its position. Two of these were severe, one of them related to a supplier listed on the Brazilian government's slave labor "dirty list".

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<sup>1</sup> 1 USD = 5.5717 BRL

<sup>2</sup> [archive76-relatorio-de-alocacao-2425.pdf](#)

September/2025



The company has informed us that the contract with the supplier has been suspended. Nevertheless, ERM assesses that Raízen has adequate mechanisms to prevent and/or mitigate this and other similar controversies.

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**Catharina Patussi**  
Consulting Associate

A handwritten signature in black ink, appearing to read "Fred Seifert".

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**Fred Seifert**  
Consulting Partner

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**Camila Toigo**  
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**São Paulo, 16/09/2025**