

Conclusions

PROJECT PINO (ES)

INVEU-ICR-0110-2023 – Sustainable Infrastructure Window (SIW)

Short description of the financing or investment operation and its objectives

Name of financial intermediary	Beka investments SCA SICAV-RAIF SUBFUND 3
Type of the final recipients	Special Purpose Vehicle/Project Company
Countries of implementation	Spain
Implementing partner	European Investment Bank (EIB)

The project consists of a senior framework loan to a vehicle that has been established for the purpose of providing tailor-made senior loans to solar PV and wind onshore projects ("SPVs") in Spain. The project produces electricity from low carbon sources (solar PV and onshore wind) in Spain.

Global Assessment and rationale for approval

The Investment Committee of the InvestEU Fund approved the use of the InvestEU guarantee on 7 December 2023 for the above-mentioned operation.

The project addresses the market failure of negative climate and environmental externalities, through the reduction of carbon emissions and air pollution. The project supports EU Renewable Energy (RE) objectives and supports Spain in meeting its commitments with respect to renewable energy targets and greenhouse gas emission reductions set out in its Integrated National Energy and Climate Plan (NECP) and to the REPowerEU.

The sub-projects will rely on merchant risks and will not benefit from any RE supporting schemes. The project thereby contributes to the policy objective of supporting market integration of renewable energy projects.

The EIB loan has some characteristics that are difficult to find in the market namely lending to a fund, the disbursement in different tranches depending on the allocation of the sub-projects and the bullet repayment profile which makes this loan innovative.

EIB contribution will allow the Borrower to attract investors into the Borrower and blend EIB financing with the investors cost of capital for providing more competitive financing to the final recipients which are project exposed to electricity market prices. Moreover, the third-party investors into the Borrower will gain comfort by the fact of the individual approval of each allocation made by the Bank, where due diligence will be performed. The project would not have been carried out (to the same extent) by the EIB without the Invest EU support.