

Date: 31/05/21

Prepared by: Finance Team

In the meeting

Treasury / Finance Team: Luis Vicente, Vanessa Reis

Engineering / Maintenance Team: Diogo Tamen, Sousa Duarte, Luis Sobral, António Cavaco, Pedro Lamy

Sustainability Team: Luis Castanheira Lopes, Marta Castelão Costa

Subject

Reporting 2020

Summary

This meeting was held to present the allocation of proceeds and the key performance indicators for the allocated projects as defined in the Green Bond Framework from September 2019.

There were no changes to the allocation of proceeds from the Green bond which remain allocated to Pestana Blue Alvor and Eco Resort Pestana Troia. The investment done in both projects exceeds the Green bond's net proceeds.

As defined in the Green Bond Framework, the allocation of the proceeds and the key performance indicators on the environmental impact of the allocated projects shall be made available in Pestana's website.

COVID 19 had an enormous impact in the hospitality sector. Regardless, the Group's responsibility regarding the environmental impact continued to be monitored despite all contingencies.

In 2020 Pestana Blue Alvor was only open in October due to the restrictions imposed on the hospitality sector by the Portuguese Government. Therefore, and considering that the Algarve is a region with significant seasonality, we do not consider metrics for a single month out of a year to be relevant.

Eco Resort Pestana Troia however was open throughout the whole year but its occupation has undergone some changes due to the pandemic context which caused an

increase in demand by owners because the resort is located in a quiet and safe area, with ample areas and outdoor spaces, with less propensity for virus transmission. Therefore, the change in the type of occupant (holidays versus residence) had an impact in the consumptions as presented below:

Consumptions

Year	Houses	House Area [m ²]	Absolute figures			Ratio per house			Ratio per m ²		
			Electricity [kWh]	Water [m ³]	GP [kg]	Electricity [kWh/Qt]	Water [m ³ /Qt]	GP [kg/Qt]	Electricity [kWh/m ²]	Water [m ³ /m ²]	GP [kg/m ²]
2020	340	47.604	1.374.699	120.512	6.174	4.043,23	354,45	18,16	28,88	2,53	0,13

Carbon Emissions [kgCO₂]

Year	Houses	House Area [m ²]	Absolute figures			Ratio per house			Ratio per m ²		
			Electricity [kgCO ₂]	Water [kgCO ₂]	GP [kgCO ₂]	Electricity [kgCO ₂ /Qt]	Water [kgCO ₂ /Qt]	GP [kgCO ₂ /Qt]	Electricity [kgCO ₂ /m ²]	Water [kgCO ₂ /m ²]	GP [kgCO ₂ /m ²]
2020	340	47.604	494.892	-	13.583	1.455,56	-	39,95	10,40	-	0,29

0,36	2,2
kgCO ₂ /kWh	kgCO ₂ /kg

Conversion factors according to 15793-D/2013 (SCE).

Eco Resort Pestana Troia still has efficient energetic certificates with low estimated Co₂ emissions related to energy consumption.

The metrics presented show that both projects continue to have a positive impact and that their operations are sustainable and beneficial to the environment.

Pedro Proença left the group in 2020 and was replaced by Vanessa Reis, from the Group's accounting department, in the Finance Team.

No further subjects were discussed in this meeting.