

# UrbanRenew Ltd.

## 2022 Annual and Sustainability Report – EU Taxonomy Compliance and Financial Overview

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### Company Profile: UrbanRenew Ltd.

UrbanRenew Ltd. specializes in sustainable urban infrastructure development, focusing on renewable energy installations, eco-friendly construction projects, and energy-efficient building technologies. As part of our mission to build green cities for future generations, we align our operations with the EU Taxonomy framework, which guides our investments and operational practices.

This report outlines UrbanRenew's compliance with EU Taxonomy standards, covering eligible and aligned turnover, capital expenditures, and operational expenses.

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## 1. EU Taxonomy Compliance Summary

UrbanRenew's activities in 2022 demonstrate a strong alignment with the EU Taxonomy. Our eligible and aligned turnover, CapEx, and OpEx reflect our investments in renewable energy and green building projects, integral to achieving our vision of sustainable urbanization.

### EU Taxonomy Data Overview:

- **Turnover Eligibility and Alignment:**  
UrbanRenew's total turnover in 2022 amounted to €5.5 billion, with 60% classified as EU Taxonomy-eligible. Of this, 50% met EU Taxonomy alignment standards, largely from renewable energy infrastructure projects and green-certified building developments.
  - **Capital Expenditure (CapEx) Eligibility and Alignment:**  
Our CapEx reached €1.8 billion, with 70% qualifying as EU Taxonomy-eligible investments. We aligned 55% of CapEx with EU standards by focusing on solar, wind, and eco-building technologies that comply with the EU's low-carbon construction guidelines.
  - **Operating Expenditure (OpEx) Eligibility and Alignment:**  
With total OpEx of €1.2 billion, 40% qualified as EU Taxonomy-eligible, of which 35% was aligned with the EU standards. This reflects expenditures in energy-saving technologies, sustainable materials sourcing, and workforce training for green construction.
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## 2. Financial Performance Summary

The following table summarizes UrbanRenew’s core financial performance metrics for 2022, highlighting our commitment to sustainable growth alongside profitability.

Financial Metric	2022 (€M)	2021 (€M)	Change (%)
Total Revenue	5,500	5,200	+5.8%
Net Profit	800	760	+5.3%
Capital Expenditure (CapEx)	1,800	1,500	+20.0%
Operating Expenditure (OpEx)	1,200	1,050	+14.3%
Renewable Energy Project Revenue	3,000	2,700	+11.1%
Green Building Development Revenue	1,500	1,300	+15.4%

### 3. Key Sustainability Achievements in 2022

#### Expansion of Renewable Energy Projects

UrbanRenew completed three large-scale renewable energy projects in 2022, including a 250 MW solar installation in Spain and a 300 MW wind farm in Italy. These projects contributed 20% of our annual turnover, solidifying our commitment to renewable energy.

#### Eco-Friendly Building Materials Initiative

We implemented a new sourcing policy, mandating that 80% of all building materials used are either recycled or sustainably sourced. This initiative has decreased our environmental footprint, with an estimated reduction of 5,000 tons of CO<sub>2</sub> emissions over the last year.

#### Energy-Efficient Smart Buildings

UrbanRenew launched a smart building program, integrating IoT-driven energy management systems in 10 newly developed urban complexes. This initiative resulted in a 25% reduction in energy consumption across these buildings, contributing to our aligned OpEx.

### 4. Detailed EU Taxonomy Compliance Breakdown

Below is an in-depth breakdown of UrbanRenew’s EU Taxonomy alignment by category, with a focus on the specific activities that contribute to our compliance goals.

EU Taxonomy Category	Metric Type	Eligible (€M)	Aligned (€M)	Eligible (%)	Aligned (%)
Renewable Energy Infrastructure	Revenue	3,300	2,800	60%	50%
Green Building Developments	Revenue	2,200	1,900	40%	35%
Sustainable Building Materials	CapEx	900	700	50%	39%
Low-Carbon Transportation Systems	CapEx	500	400	30%	25%
Energy-Efficient Operations	OpEx	700	600	40%	35%

EU Taxonomy Category	Metric Type	Eligible (€M)	Aligned (€M)	Eligible (%)	Aligned (%)
Workforce Training in Green Practices	OpEx	300	250	25%	20%

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## 5. 2023-2025 Sustainability Roadmap

UrbanRenew's strategic sustainability roadmap focuses on increasing alignment with the EU Taxonomy across all activities, with specific goals set for 2023–2025:

- Goal 1: Achieve 65% EU Taxonomy-Aligned Turnover**  
 We aim to reach 65% alignment by 2025 by expanding our portfolio of green building developments and renewable energy installations.
  - Goal 2: Invest in Carbon-Neutral Technologies**  
 UrbanRenew has committed to allocating €1 billion in CapEx over the next three years to adopt carbon-neutral technologies in construction and infrastructure, ensuring that our building materials and processes further align with EU Taxonomy standards.
  - Goal 3: Develop Sustainable Urban Mobility**  
 In collaboration with local governments, we are developing low-carbon transportation solutions for urban areas, including bike-sharing systems, electric vehicle charging stations, and pedestrian-friendly infrastructure.
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## 6. Corporate Responsibility and Community Impact

UrbanRenew's community initiatives focus on sustainable urbanization and education. In 2022, we contributed €10 million to programs that promote environmental awareness, provide green construction training, and support low-income housing projects with a sustainable design. These initiatives align with our belief that sustainability should be accessible and benefit the broader community.

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## Appendix: EU Taxonomy-Aligned Project Details

The appendix provides a detailed account of our primary EU Taxonomy-aligned projects and expenditures, with each project's contribution to sustainability goals, compliance data, and expected long-term impacts.

### Appendix A.1: Renewable Energy Projects

- Project Name:* SolarPower-Spain, *Location:* Spain, *Capacity:* 250 MW, *Contribution:* €400M to aligned revenue

### Appendix A.2: Green Building Development

- *Project Name:* EcoCity-Italy, *Location:* Italy, *Sustainable Features:* Recycled materials, energy-efficient lighting, smart waste management, *Contribution:* €300M to aligned CapEx

### **Appendix A.3: Low-Carbon Transportation Development**

- *Project Name:* Urban Mobility-London, *Location:* UK, *Features:* EV infrastructure, bike lanes, *Contribution:* €200M to aligned CapEx

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### **Forward-looking Statements and Disclaimer**

UrbanRenew Ltd.'s projected sustainability targets and EU Taxonomy alignment goals are subject to change based on regulatory adjustments, technological advancements, and market conditions. Our ongoing compliance will continue to be evaluated in accordance with EU guidelines.

For additional details and a downloadable version of the full report, please visit:  
<https://www.urbanrenew.com/annualreport2022>.