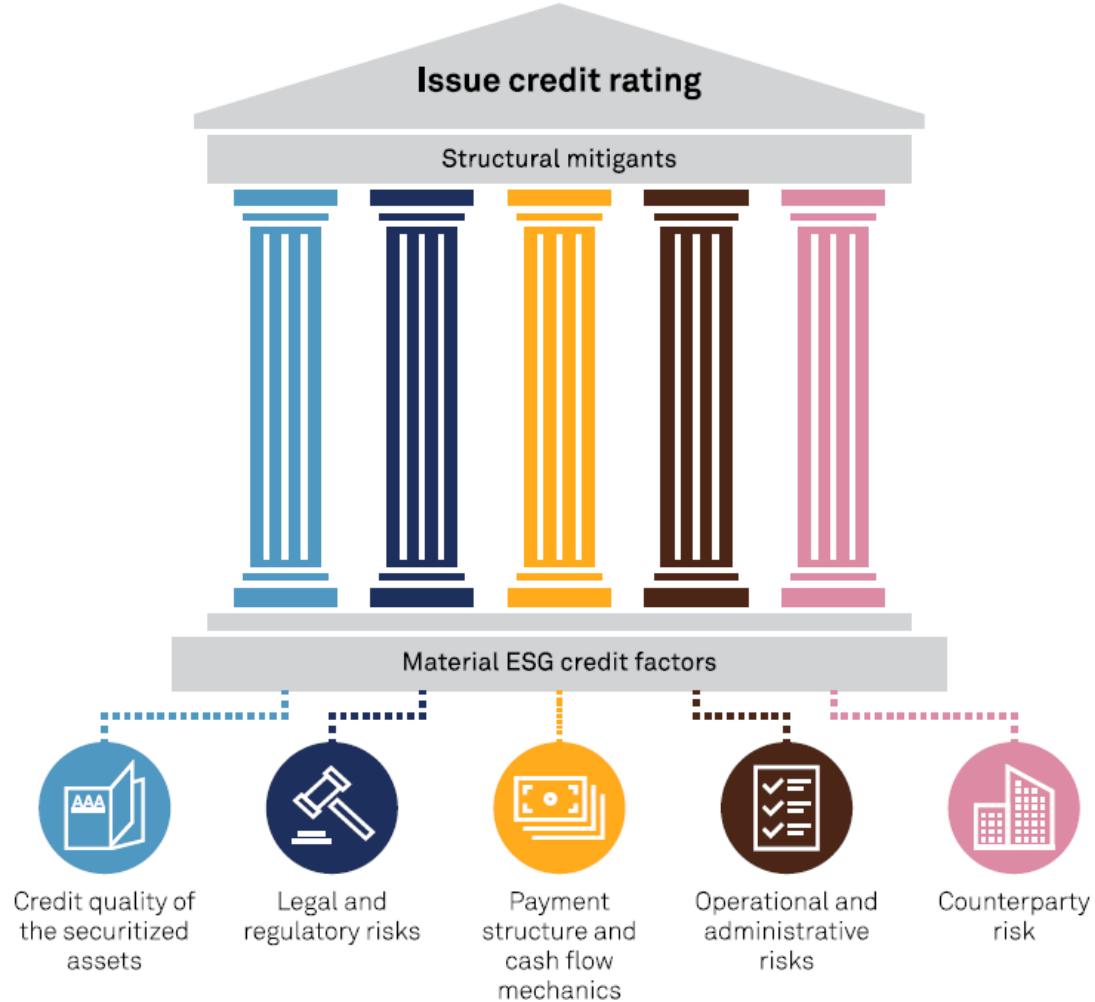


Credit Ratings vs. ESG Evaluations

	Credit ratings	ESG evaluations
What does it address?	A forward-looking opinion about the capacity and willingness of a borrower to meet its financial commitments on an obligation in accordance with the terms of the obligation.	A cross-sector, relative analysis of an entity's capacity to operate successfully in the future. It is grounded in how ESG factors could affect stakeholders, potentially leading to a material direct or indirect financial impact on the entity. Our analysis also includes our opinion of the entity's long-term preparedness, which reflects our qualitative view of its capacity to anticipate and adapt to a variety of plausible long-term disruptions and therefore support its long-term sustainability.
How are they related?	Incorporates an analysis of ESG credit factors when, in our opinion, they could impact the likelihood of timely payment of interest or ultimate repayment of principal by the legal final maturity date. However, in most cases, exposure to ESG credit factors in structured finance transactions is indirect or mitigated by legal and structural features already embedded in typical transactions.	Offers a deeper analysis of ESG factors beyond those that are relevant to credit quality. Our ESG evaluation is not part of our credit rating methodology.

Structured Finance Analytical Framework



Source: S&P Global Ratings.
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Examples Of ESG Credit Factors

Environmental Factors



Greenhouse Gas Emissions



Natural Conditions



Pollution



Other Environmental Factors



Environmental Benefits

Social Factors



Safety Management



Consumer-Related

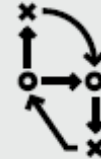


Human Capital Management



Social Benefits

Governance Factors



Strategy, Execution And Monitoring



Risk Management And Internal Controls



Transparency



Other Governance Factors