

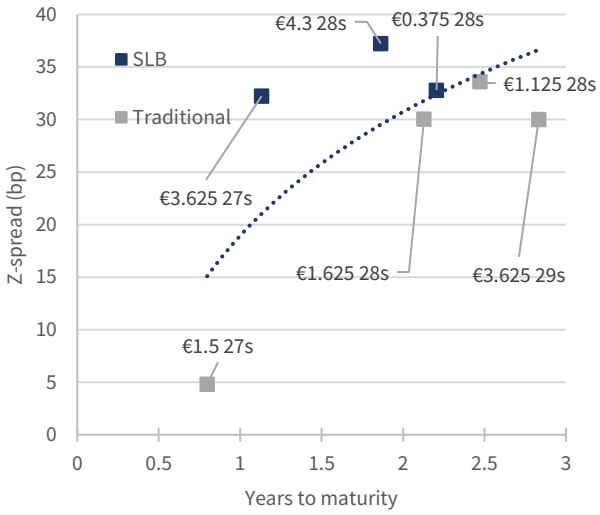
Eni: Plenitude divestment may lead to SLB target miss

Josephine Richardson (*)

Eni, the Italian oil major, has issued four Sustainability-Linked Bonds (SLBs), one of which is convertible into shares. Its latest Sustainability-Linked Financing Framework (SLFF) has four KPIs,[1] but all bonds reference just two of the indicators with target dates at the end of 2024 and 2025. Bond details are in Table 1 overleaf.

In our earlier reports, we have analysed Eni's upstream emissions, and the company's use of offsets to reduce its net figure, which is referenced in the SLB targets.[2] The 2024 and 2025 targets were achieved, where 46% and 60% of emissions were offset respectively in each year.[3]

Figure 1. Eni EUR bond spreads with maturity between 1 and 3 years. Source: Bloomberg Finance L.P., accessed 1 Apr 2026.



The second Sustainability Performance Target (SPT) which is used in all bonds, was to achieve 5GW of renewable installed capacity by the end of 2025. Ongoing capex at its subsidiary Plenitude has resulted in a year end figure of 5.8GW. However, Eni has reduced its ownership of this entity by 20% (to an estimated 70%) as of November 2025. As a result, the final figure for Eni's equity boundary was reported to be 4.1GW, [4] and so the target for all SLBs seems not to be achieved.[5]

All SLBs seem to pay a total of 0.5% if any target is missed,[6] with full cost to Eni of EUR23.75mn. Figure 1 shows current bond pricing, suggesting this has not yet been digested by the market, as the SLBs are trading broadly in line or wider than vanilla bonds. The 1.5% 27s are an old bond which may explain the tight spread.

The strategic choice to divest renewables is mirrored across the energy sector.[7] By embedding the original commitment into an SLB, investors have greater accountability for the change in strategy, and a financial hedge if they decide such investment is no longer aligned with their objectives.

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[1] "Sustainability-Linked Financing Framework", Eni, Apr 2023.
[2] "SLBs: a summary of 2024 targets", AFII, 9 Jul 2024 and "Eni: a review of its SLBs", AFII, 24 Jun 2025.
[3] 2024 net emissions 6.8Mt credits retired 5.9Mt, 2025 net emissions 4.7Mt credits retired 7.0Mt.
[4] Pg17 and pg168 of "Annual Report 2025", Eni, 18 Mar 2026.
[5] Eni has issued a statement confirming a target has been missed on the convertible bond, but nothing for the other securities, downloadable from "Debt Capital Markets Documents", Eni, accessed 31 Mar 2026.
[6] This is based on the "Step Up Event Notification Deadline" being the annual report publication date.
[7] "BP investor activism – try a new approach?", AFII, 13 Mar 2026.

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(*) Anthropocene Fixed Income Institute (www.anthropocenefii.org). Author for contacts: jor@anthropocenefii.org

Table 1. Eni EUR senior bond details. Source: Bloomberg Finance L.P., AFII, accessed 31 Mar 2026.

Description	ISIN	Issue Date	Maturity	Currency	Amount Outstanding	ESG Label	Modified Duration	Estimated step-up running value (bp)
ENIIM €1.25 26s	XS2176783319	18-May-20	18-May-26	EUR	1,000,000,000			
ENIIM €1.5 27s	XS1551068676	17-Jan-17	17-Jan-27	EUR	750,000,000			
ENIIM €3.625 27s	XS2623957078	19-May-23	19-May-27	EUR	750,000,000	SLB	1.1	45.4
ENIIM €4.3 28s	IT0005521171	10-Feb-23	10-Feb-28	EUR	2,000,000,000	SLB	1.8	27.7
ENIIM €1.625 28s	XS1412711217	17-May-16	17-May-28	EUR	800,000,000			
ENIIM €0.375 28s	XS2344735811	14-Jun-21	14-Jun-28	EUR	1,000,000,000	SLB	2.0	25.0
ENIIM €1.125 28s	XS1493328477	19-Sep-16	19-Sep-28	EUR	600,000,000			
ENIIM €3.625 29s	XS1023703090	28-Jan-14	29-Jan-29	EUR	1,000,000,000			
ENIIM €0.625 30s	XS2107315470	23-Jan-20	23-Jan-30	EUR	1,000,000,000			
ENIIM €2.9 30s	XS2637952610	14-Sep-23	14-Sep-30	EUR	1,000,000,000	SLB Convertible	6.5	7.7
ENIIM €2 31s	XS2176785447	18-May-20	18-May-31	EUR	1,000,000,000			
ENIIM €4.25 33s	XS2623956773	19-May-23	19-May-33	EUR	1,250,000,000			
ENIIM €3.875 34s	XS2739132897	15-Jan-24	15-Jan-34	EUR	1,000,000,000			
ENIIM €1 34s	XS2065946837	11-Oct-19	11-Oct-34	EUR	750,000,000			

Version Log

Date	Comment
1 Apr 2026	Document published
3 May 2026	Commentary on bonds updated to clarify bond was wide to the curve

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