



MINISTRY OF FINANCE

Annex IV

Projected Eligible Green Expenditures

September 2025

Annex IV: Projected Eligible Green Expenditures

An amount equal to the proceeds raised by the Kingdom of Denmark through the issuance of European Green Bonds (“DGB EuGBs”) are earmarked for Eligible Green Expenditures that contribute to the transition to a green economy. These expenditures promote clean transportation, the production of renewable energy, and the environmentally sustainable management of living natural resources and land use, see *table 1*. Within a given year, an amount equal to the proceeds from the issuances of DGB EuGBs refinances Eligible Green Expenditures from the previous budget year. The Eligible Green Expenditures comply with the selection criteria stated in *Kingdom of Denmark European Green Bond Factsheet* as well as the *Annex I: Selection and evaluation of Eligible Green Expenditures and Management of Proceeds*.

The Eligible Green Expenditures entail appropriation accounts on the Budget Act and an additional tax expenditure that is calculated separately from the Budget Act (together the “Eligible Green Expenditures”), see *table 1*. The realised expenditures linked to the allocated amount of issued DGB EuGBs will be presented in an annual allocation report.

The Eligible Green Tax Expenditure, as well as financing related to on-lending to Energinet and Femern Landanlæg that is selected as Eligible Green Expenditures, are not directly traceable in the Budget Acts and the financial annual reports. The reason for this is, respectively:

- The financing related to Energinet and Femern Landanlæg, selected as Eligible Green Expenditures, only pertains to a subset of the total on-lending financing on the corresponding appropriation accounts.
- The Eligible Green Tax Expenditure is calculated by the Ministry of Taxation based on the difference between tax revenue with and without tax reductions.

Table 1 below concerns the amount of Eligible Green Expenditures in 2024 and 2025. To the extent feasible, an updated version of this table will be published yearly. The proceeds allocated to these Eligible Green Expenditures will depend on the amount of DGB EuGBs issued. The Eligible Green Expenditures not being financed by the proceeds from issuance of DGB EuGBs will be covered by other income or issuance of other debt instruments. Information on the final allocation of the proceeds from the issuance of DGB EuGBs can be found in the yearly allocation reports, available on the Ministry of Finance’s website ([link](#)).

Table 1: Overview of Eligible Green Expenditures (DKK million)

The allocation will have a preference for expenditures falling under activities 1.1., 2.1., 4.1., 4.3., and 4.9., whereafter remaining proceeds will be allocated to activity 6.14.

Category/ Description	EU Taxonomy category	Appropriation account	2024	2025
			Total expenditure	Estimated expenditure
Renewable energy			8,013	7,432
Electricity transmission (Energinet)	4.9	40.21.54	6,245	6,845
Subsidies for renewable energy (PV systems and other small WE systems)	4.1	29.25.25.10 29.25.25.15 29.25.25.20 29.25.30.20	176	95
Disbursements for PSO-subsidies (Offshore wind)	4.3	29.25.22	897	76
Disbursements for PSO-subsidies (Onshore wind)	4.3	29.25.23.10 29.25.23.11 29.25.23.13 29.25.23.20	327	54
Subsidies for renewable energy (Household wind systems)	4.3	29.25.23.14	68	62
Taxation of electricity (Tax expenditure, exemption for own consumption of electricity from solar energy)	4.17	38.22.01.20	300	300
Environmentally Sustainable Management of Living Natural Resources and Land Use			1,248	2,397
Subsidy for afforestation	1.1	23.22.02.81 23.31.04.10	39	797
Subsidy for conversion of low-lying agricultural lands	2.1	23.22.02.32 23.31.04.45	1,209	1,600
Clean Transportation			8,996	12,786
Femern A/S Landanlæg – Rail infrastructure investment projects	6.14	40.21.42	2,433	5,210
Banedanmark - Rail infrastructure investment projects	6.14	28.63.08	2,612	2,948
Banedanmark – Rail infrastructure renovation and maintenance	6.14	28.63.05.10.22	1,850	2,274
Banedanmark – Rail infrastructure renovation and maintenance	6.14	28.63.05.10.51	1,634	1,915
Banedanmark – Rail infrastructure renovation and maintenance	6.14	28.63.05.20.51	-	-
Banedanmark – Rail infrastructure operation	6.14	28.63.04	467	440
Total			18,256	22,615

Note: Totals may not match the sum of individual expenditures due to rounding.

Note: Appropriation accounts link to the respective accounts in the Budget Act for 2025. All amounts are in DKK million. Budget Acts and central government financial annual reports can be found here: <https://www.oes-cs.dk/bevillingslove/>

Source: Kingdom of Denmark European Green Bond Factsheet (2025), Budget Act for 2025, and projections from the ministries, agencies, and other public entities.

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