



QUARTERLY STATUS REPORT



March 31, 2026

Financing projects to preserve, protect and enhance the environment of the U.S.-Mexico border

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1. Project and Financing Activity



1.1. Approvals

During the first quarter of 2026, seven environmental infrastructure projects were approved to receive up to US\$101 million in financing, as follows:

- Wastewater Collection Improvements Project in the Tijuana River Area in Tijuana, Baja California. On January 26th, the Bank approved the project through its Water Investment Program (WIP) to receive a US\$4.2 million grant from the Border Environment Infrastructure Fund (BEIF), which is funded by the U.S. Environmental Protection Agency (EPA). The project will replace 6.8 miles of deteriorated pipeline in 13 critical sections of the wastewater collection system to eliminate an estimated 4.6 million gallons per day of untreated wastewater discharges into the Tijuana River, which flows into the United States.
- Drinking Water Supply for Hueco Tanks in El Paso County, Texas. On February 12th, through the WIP, the Bank approved the project along with a US\$500,000 grant from its Community Assistance Program (CAP). The project will provide access to drinking water for 60 homes through the installation of atmospheric water harvesting (AWH) units in six subdivisions in northeastern El Paso County. It will serve as a pilot project for providing drinking water in areas where expanding the water distribution is not financially feasible.
- Water and Wastewater Infrastructure for La Ladrillera in Mexicali, Baja California. On February 12th, through the WIP, the Bank approved this project and a US\$653,400 CAP grant to extend the water distribution system to provide first-time water service to 33 homes and install on-site biodigesters with prefabricated bathrooms to treat an estimated 6,300 gallons per day of wastewater, which will eliminate health risks associated with hauled water, on-site storage tanks, and to the use of unsanitary wastewater disposal systems.
- Environmental Infrastructure Financing for the State of Sonora, Mexico. In compliance with the Mexican Financial Discipline Law for States and Municipalities, on January 12, 2026, the Government of Sonora requested proposals for a \$1.0-billion-peso (US\$55.7 million) loan to implement environmental infrastructure projects aligned with its Sustainable Public Finance and Investment Framework, including investments in potable water and wastewater management, roadway improvements, waste management, urban development and efficiency in public facilities and buildings that will benefit approximately 1.5 million residents. On February 13th, the Board of Directors approved the project and financing for up to the full amount of the requested loan. NADBank, through its Mexican subsidiary Corporación Financiera de América del Norte, S.A. de C.V. SOFOM E.N.R. (COFIDAN), participated in the competitive process with an offer for up to \$650 million pesos (US\$36.2 million) and won the bid for that amount. The corresponding loan agreement was signed on March 4, 2026.

- Wastewater Collection System Improvements in Anthony, New Mexico. On February 17th, through the WIP, the Bank approved the project to provide first-time access to wastewater services for 140 households, benefitting approximately 425 residents, and eliminate failing on-site systems, thus protecting the local aquifer from potential contamination. A US\$3.65 million BEIF grant was approved by EPA to cover part of the construction costs.
- Environmental Infrastructure Financing for Value in the Northern Region of Mexico. On February 25th, the Board approved a line of credit for up to \$800 million Mexican pesos (~US\$44.5 million) to Value Arrendadora, S.A. de C.V., SOFOM E.R., a Mexican regulated financial intermediary that offers financing to small and medium-sized companies. Value will use the loan proceeds to finance and/or lease eligible equipment and vehicles to clients located within the 300-kilometer border region of Mexico, mainly for water and wastewater management, energy efficient equipment for the food industry, municipal solid waste management and buses for urban and personnel transportation. Expected benefits include greater efficiency and capacity in managing public services and a reduction in related contamination.
- Expansion of the Stormwater Drainage System for Cameron County Drainage District No. 6 in Texas. On March 19th, the Bank approved the project through the WIP, along with a loan for US\$11.3 million, to be provided through the purchase of unlimited tax improvement bonds issued by the District. By increasing gravity conveyance and controlled pumping capacity during extreme storm events, the project will protect approximately 4,000 households, as well as small and medium size businesses, across 8.1 square miles of developed land served by the District, in benefit of an estimated 12,000 residents.

Table 1 provides a breakdown of the projects approved by environmental sector, country and type of financing, along with a comparison of the last three years.

TABLE 1: APPROVAL OF INFRASTRUCTURE PROJECTS

	Three Months Ended March 31,		Year-end		
	2026	2025	2025	2024	2023
Projects Approved	7	-	9	20	11
By sector					
Water	5	-	6	8	5
Air quality ¹	1	-	2	3	-
Urban development	1	-	-	1	-
Sustainable energy	-	-	1	3	2
Sustainable buildings	-	-	-	2	2
Green manufacturing	-	-	-	1	1
Sustainable food value chains	-	-	-	2	1
By country					
Mexico	4	-	6	13	6
United States	3	-	3	7	5
By financing type					
Loan	3	-	6	12	7
Grant	4	-	2	7	4
Loan & grant	-	-	1	1	-

¹ This category currently include mobility projects.

Table 2 provides a breakdown by environmental sector, country and financing program of all the financing approved during the year, including any additional funding approved for projects certified in prior years, along with a comparison of the last three years.

TABLE 2: APPROVAL OF FINANCING FOR INFRASTRUCTURE PROJECTS
(Thousand USD)

	Three Months Ended March 31,		Year-end		
	2026	2025	2025	2024	2023
Financing Approved¹	\$ 100,990	\$ -	\$ 163,000	\$ 362,201	\$ 235,640
By Sector					
Water	30,700	-	80,718	19,700	43,240
Solid waste	1,670	-	-	-	-
Air quality	50,639	-	62,282	57,341	-
Urban development	15,107	-	-	3,978	-
Sustainable energy	2,874	-	20,000	205,000	105,000
Sustainable buildings	-	-	-	50,000	56,400
Green manufacturing	-	-	-	11,166	15,000
Sustainable food value chains	-	-	-	15,016	16,000
By Country					
Mexico	85,540	-	158,136	118,201	68,640
United States	15,450	-	4,864	244,000	167,000
By Program					
Loans	91,986	-	160,986	348,501	213,200
Grants: ²					
BEIF	7,850	-	-	11,200	21,940
CAP	1,154	-	2,014	2,500	500

¹ Figures include financing approved for new projects, as well as additional funding approved for projects certified in prior years. In 2026, one loan was approved to support public works in five sectors and is divided among urban development, water and wastewater, solid waste, roadway improvements and energy efficiency (the project is counted as urban development). In 2024, a water loan in Mexico was cancelled prior to year end.

² Includes the Border Environment Infrastructure Fund (BEIF), which is administered by NADBank with funding provided and approved by the U.S. Environmental Protection Agency (EPA), and the NADBank Community Assistance Program (CAP).

1.2. Financing Activity

During the first quarter of the year, the Bank executed financing agreements totaling US\$36.9 million with the sponsors of two infrastructure projects, as detailed in Table 3.

TABLE 3: FINANCING CONTRACTED FOR INFRASTRUCTURE PROJECTS
January 1 - March 31, 2026
(USD)

	Project	Date	Program ¹	Amount
1	Water Conservation Project for Donna Irrigation District, Hidalgo County No. 1 in Texas	2-Feb-26	CAP	\$ 750,000
2	Financing for Environmental Infrastructure in the State of Sonora	4-Mar-26	Loan	36,194,157
TOTAL				\$ 36,944,157

1. NADBank Community Assistance Program (CAP).

With respect to disbursements, during the first quarter of 2026, the Bank disbursed US\$37.9 million in loans and grants to support the implementation of 10 certified projects, including the initial disbursement of the CAP grant for a water project in Naco, Sonora, and

the final disbursement of the \$3.0-billion-peso loan to the State of Baja California to support its statewide water and wastewater program. As a result of exchange rate fluctuations over the three-year disbursement period of the loan, the final loan amount in dollars for this project is US\$165.7 million.

Table 4 shows disbursements by environmental sector, country and type of funding, while Table 5 presents the distribution by project.

TABLE 4: DISBURSEMENTS FOR INFRASTRUCTURE PROJECTS
(Thousand USD)

	Three Months Ended March 31,		Year-end		
	2026	2025	2025	2024	2023
Financing Disbursed	\$ 37,930	\$ 106,602	\$ 203,507	\$ 279,044	\$ 232,492
By sector					
Water	35,997	38,176	66,265	57,803	90,947
Solid waste	-	-	-	-	449
Air quality ¹	-	1,495	1,495	5,710	-
Urban development	-	-	-	3,978	-
Sustainable energy	1,933	25,401	55,804	165,577	113,387
Sustainable buildings	-	41,530	69,245	10,460	27,709
Green manufacturing	-	-	10,698	15,000	-
Sustainable food value chains	-	-	-	20,516	-
By country					
Mexico	35,997	79,073	128,902	104,871	67,467
United States	1,933	27,529	74,605	174,173	165,025
By financing type					
Loans	36,631	105,035	193,451	258,673	218,829
Grants	1,299	1,567	10,056	20,371	13,663

¹ This category currently includes mobility projects.

TABLE 5: DISTRIBUTION OF DISBURSEMENTS TO CERTIFIED PROJECTS

	Three Months Ended March 31,		Year-end		
	2026	2025	2025	2024	2023
Projects Funded	10	18	36	35	30
By sector					
Water	9	11	25	20	22
Solid waste	-	-	-	-	1
Air quality ¹	-	1	1	1	-
Urban development	-	-	-	1	-
Sustainable energy	1	4	4	7	5
Sustainable buildings	-	2	5	2	2
Green manufacturing	-	-	1	1	-
Sustainable food value chains	-	-	-	3	-
By country					
Mexico	9	10	22	21	15
United States	1	8	14	14	15
By financing type					
Loan	2	8	14	16	9
Grant	8	10	22	19	21

¹ This category currently includes mobility projects.

1.3. Project Implementation

During the first quarter of 2026, construction was completed on two projects partially financed with a NADBank loan or a CAP grant.

Bejar Estates Residential Wastewater Connections Project in El Paso County, Texas.

In March 2026, work to install 65 wastewater connections and decommission existing on-site septic systems was completed in the Bejar Estates residential subdivision, providing first-time sewer service to approximately 220 residents in this small community located about 3.5 miles outside of Socorro in eastern El Paso County. The project sponsor and local water utility, Lower Valley Water District (LVWD), began constructing the Bejar Estates wastewater collection system in 2024 using part of the proceeds of the infrastructure bond executed with NADBank in 2021. NADBank provided a CAP grant for this final project component to cover the cost of connecting the homes to the new sewer system, which is expected to collect approximately 17,700 gallons per day of wastewater for treatment. Eliminating the onsite septic systems, many of which were installed more than 30 years ago and were nearing the end of their useful life, reduces the risk of groundwater contamination and waterborne diseases.



Lower Valley Water District (LVWD) Water and Wastewater Project in El Paso County, Texas. With the completion of the Bejar Estates sewer system in March 2026, LVWD has implemented seven of the 11 water and wastewater projects contained in the US\$23.0-million infrastructure bond executed with NADBank in 2021. The construction of sewer systems for the Bejar Estates, El Conquistador and Lourdes Estates subdivisions in southeastern El Paso County has provided first-time access to wastewater services for 810 homes, ensuring adequate treatment and disposal of an estimated 170,000 gallons per day of wastewater. The expansion of the water distribution system to the Panorama Village subdivision and along Varela Road, North Loop Road (phase 1) and Ormsby Court, has extended first-time water service for 175 homes, as well as increased service reliability for approximately 3,000 existing residential connections. The completed project components have improved water resource management, while also protecting surface and groundwater resources from potential contamination. With the proceeds of the bond fully invested in these components, LVWD has committed to seeking the necessary funds to complete the construction of the four pending projects over the next two years.



Panorama Village water distribution system



Lourdes Estate wastewater system



North Loop Lateral Canal (Phase 1)

At the end of the quarter, a total of 40 projects partially funded with NADBank loans and/or grants were in various stages of implementation or pending financial closeout. The status of these projects as of March 31, 2026, is summarized in the Annex, with additional details provided in the project implementation report on active projects, which is available on the NADBank website ([Active project report](#)).

1.4. Project Development

Project Pipeline

As of March 31, 2026, the Bank was working with the sponsors of 43 potential infrastructure projects seeking an estimated US\$763.2 million in financing, including several projects that may be eligible for approval through the Water Investment Program (WIP). Table 6 shows a breakdown of the projects by environmental sector, country and funding program.

**TABLE 6: PROJECTS UNDER DEVELOPMENT
As of March 31, 2026**

	Projects (No.)	Est. NADBank Financing (Thousand USD)
Project Pipeline	43	\$ 763,247
By Sector		
Water	29	\$ 232,886
Solid waste	3	11,500
Air quality	-	-
Energy	6	393,861
Urban development	-	-
Sustainable buildings/industrial parks	3	55,000
Green manufacturing	-	-
Sustainable food value chains	2	70,000
By Country		
Mexico	25	\$ 555,711
U.S.	18	207,536
By Financing Type¹		
Loans	13	\$ 648,861
BEIF grants	24	95,586
Loan & BEIF grant ²	1	13,750
CAP grants	4	3,000
Loan & CAP grant ³	1	2,050

¹ Border Environment Infrastructure Fund (BEIF) funded by the U.S. Environmental Protection Agency (EPA) and administered by NADBank; NADBank Community Assistance Program (CAP).

² Potential financing includes a US\$3.75 million loan and US\$10.0 million BEIF grant for a wastewater project in the U.S.

³ Potential financing includes a US\$1.30 million loan and US\$750,000 CAP grant for a water project in the U.S.

During the first quarter of 2026, three certification and financing proposals were published for a 30-day public comment period and subsequently submitted for Board consideration:

- Financing for Environmental Infrastructure in the State of Sonora;
- Expansion of Material Recovery Facility in McAllen, Texas; and
- Water Distribution Infrastructure Project in the State of Baja California.

The first two projects were approved by the Board prior to the end of the quarter.

During second quarter of 2026, the Bank expects to publish three project proposals for public comment:

- Border-wide Energy Infrastructure Project for the Comisión Federal de Electricidad in Mexico
- Environmental Infrastructure Financing for MIFEL in Northern Mexico
- Environmental Infrastructure Financing for CHG Meridian in Northern Mexico

All pipeline projects are eligible to receive support for design, financial structuring, and other development activities through the Bank’s technical assistance programs. Information on technical assistance awarded for projects in development is provided in Section 4 of this report.

Water Investment Program (WIP)

Authorized by the Board of Directors in January 2025, the WIP establishes a programmatic certification and financing umbrella, authorizing NADBank to approve qualified water, wastewater and stormwater infrastructure projects to receive a loan and/or a CAP or BEIF grant, subject to the procedures, guidelines and limitations established under the program and in compliance with the policies and procedures of the relevant funding source.

Following a preliminary review, three projects were identified as potential candidates under the program during the first quarter of 2026:

- Wastewater Collection Improvements Project in the Tijuana River Area of Tijuana, Baja California (BEIF grant);
- Expansion of the Stormwater Drainage System for Cameron County Drainage District No. 6 in Texas (loan); and
- Water Treatment Plant Expansion in La Grulla, Texas (CAP grant & loan).

During the same period, five projects were ratified through the WIP to receive a total of US\$20.3 million in financing. Table 7 provides a breakdown of annual WIP approvals by project type and financing program.¹

Projects		Financing (Thousand USD)	
Water	1	Loans	\$ 11,300
Wastewater	2	CAP grants	1,153
Water/wastewater	1	BEIF grants	7,850
Stormwater	1		
Total	5		\$ 20,303

The following table summarizes the activity and status of projects under WIP as of March 31, 2026.

¹ For more details about the projects approved during the quarter, see Section 1.1 of this report.

TABLE 8: CUMULATIVE WIP PROJECT ACTIVITY
As of March 31, 2026

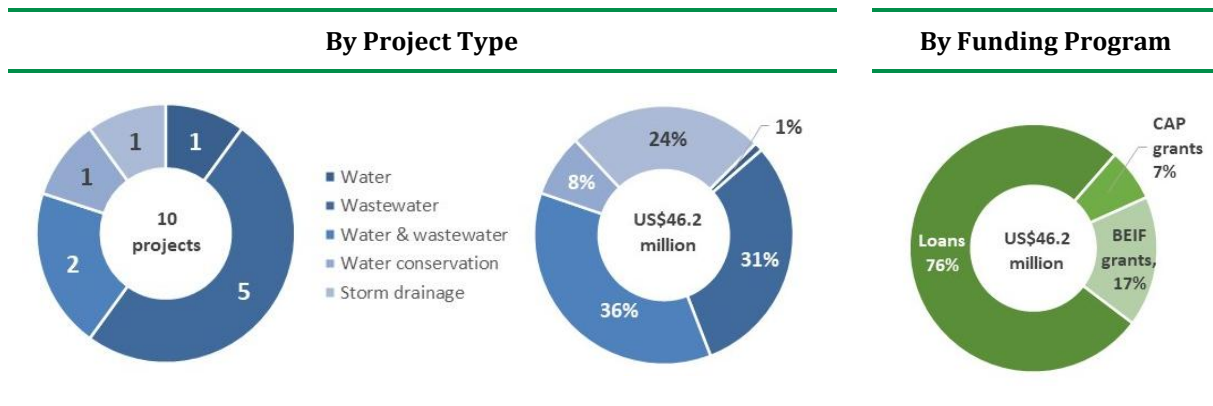
Status	Number	Financing* (Thousand USD)
Projects identified	15	\$ 89,655
<i>of which:</i>		
Ratified	10	46,209
In due-diligence review process**	2	15,800
Cancelled **	3	27,496

* Amount estimated in ex-ante notices may vary from the actual amount ratified

** Includes two loans totaling US\$5.05 million, a US\$10-million BEIF grant and a US\$750,000 CAP grant.

*** Includes three projects cancelled in 2025.

Figure 1
Cumulative Project and Funding Distribution under WIP



2. Results Measurement



2.1. Project Closeout Process

The final stage of project implementation is the closeout process, which assesses and documents achievement of the fundamental objectives of a project regarding the investments made, infrastructure built, or equipment and services provided. In addition, the closeout report provides important feedback on lessons learned and best practices for future projects.

To date, the Bank has completed closeout reports for 181 infrastructure projects. At the end of the quarter, reports were in progress for eight loan-funded projects, four funded with a NADBank grant, nine with a BEIF grant and two with both a loan and a BEIF grant.

2.2. Impact Assessments

NADBank continues to work on two pending impact assessment studies. The first examines the effects of the environmental infrastructure projects funded by the Bank between 1995 and 2020 on the Rio Grande River basin between El Paso and Brownsville, TX, while the second study evaluates the CAP investments implemented between 2013-2024. While research is complete for both studies, formulating the conclusions, recommendations and executive report for publication is ongoing, with priority given to the Rio Grande River report.

An overall review of the NADBank results measurement system has been scheduled for 2026, with efforts focused on applying the findings from both project closeout reports and program evaluations to support process improvements, increase the effectiveness of project and program implementation and identify the need for new financing products and other services or to enhance existing programs to better meet infrastructure investment demands in the border region.

3. Status of Financing Programs

3.1. Development Asset Portfolio

During the first three months of 2026, the Bank disbursed US\$36.6 million in development assets and received US\$35.2 million in principal payments, including US\$18.5 million in prepayments for two energy storage projects in the United States.

In the case of the Fort Duncan Energy Storage Project in Maverick County, Texas, the sponsor prepaid the remaining balance of a US\$56.05-million loan that completed disbursement in July 2025.

As a result of this activity, NADBank closed the quarter with an outstanding loan balance of US\$1,168.0 million, a net increase of 0.1% compared to the balance at the end of 2025 (US\$1,166.7 million).

Table 9 provides a summary of year-to-date lending activity, along with the past calendar year, and its impact on the portfolio. At the end of the quarter, the Bank had US\$103.7 million in contracted loans pending disbursement for 10 projects and up to US\$303.4 million in approved loans pending commitment for 15 projects.

TABLE 10: ANNUAL LENDING ACTIVITY
(Million USD)

	Year to Date 2026	Year-end 2025
Outstanding balance, beginning of year	\$ 1,166.7	\$ 1,132.8
Loan disbursements	36.6	193.5
Principal amortizations	(16.8)	(133.8)
Loan prepayments	(18.5)	(25.8)
Outstanding balance, end of period	1,168.0	1,166.7
Loan commitments, pending disbursement	103.7	88.6
Loan approvals, pending commitment	303.4	251.6
Total loan approvals & commitments	407.1	340.1
Outstanding loans & loan commitments	\$ 1,575.1	\$ 1,506.8

Outstanding balances, before allowance for credit losses, unamortized fees, and effect of foreign exchange adjustments and hedged items.

A breakdown of the current asset development portfolio by environmental sector, country and borrower type is shown in the following table and graphs.

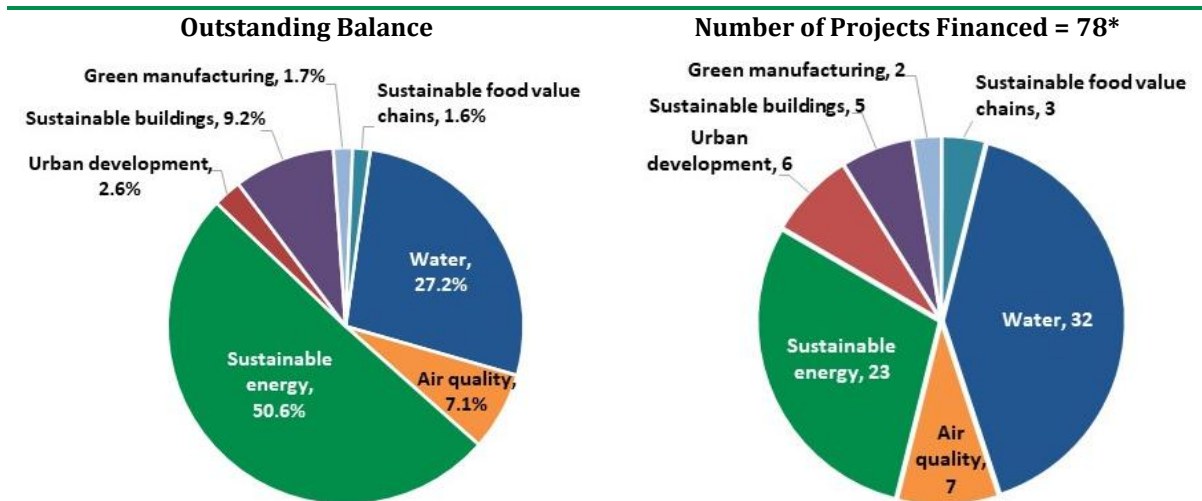
TABLE 11: BREAKDOWN OF LOAN PORTFOLIO¹
As of March 31, 2026

	No. of Loans		Outstanding Balance	
	No.	%	Thousand USD	%
Outstanding Loan Portfolio	71	100	\$ 1,168,048	100
By Environmental Sector				
Water	25	35.2	\$ 317,841	27.2
Air quality ²	7	9.9	83,161	7.1
Sustainable energy	23	32.4	590,679	50.6
Urban development	6	8.5	30,197	2.6
Sustainable buildings	5	7.0	107,180	9.2
Sustainable food value chains	3	4.2	20,516	1.7
Green manufacturing	2	2.8	18,474	1.6
By Country				
Mexico	46	64.8	\$ 757,893	64.9
United States	25	35.2	410,155	35.1
By Borrowers				
Public	31	43.7	\$ 382,562	32.8
Private	35	49.3	746,754	63.9
Public-private	5	7.0	38,732	3.3

1. Outstanding balances, before allowance for credit losses, unamortized fees, and effect of foreign exchange adjustments and hedged items.

2. Air quality includes paving, mobility and border crossing projects.

Figure 2
Loan Portfolio Distribution by Sector



* Twenty-five (25) loans in the water sector have partially funded 32 certified projects.

As of March 31, 2026, one loan with an outstanding balance of US\$1.46 million was 90+ days past due and classified as non-accrual. The non-accrual loan represents 0.1% of the loan portfolio.

3.2. COVID-19 Recovery Program (ProRec)

In May 2020, the Board of Directors approved a two-year financing program in response to the effects of the COVID-19 pandemic to support projects that have both environmental benefits and direct positive impacts on the economy and well-being of residents in the U.S. Mexico border region.

The two-year program expired at the end of 2022, having financed seven projects with loans totaling US\$63.4 million. On January 24, 2023, the last approved loan was contracted for US\$14.2 million to support the construction of a medical complex in Mexico using resource-efficient building techniques and materials; the final disbursement was made on August 27, 2025. Construction began in October 2023 and is approximately 96% complete. Detailed information about the ProRec-funded projects is available on the NADBank website ([Financed Projects](#)).

3.3. Infrastructure Financing through Financial Intermediaries

To date, the Bank has approved 11 loans totaling US\$187.3 million for 13 financial intermediaries in Mexico. Seven of those loans have been contracted and fully disbursed for a total of US\$60.5 million, while financing agreements are under development for the four loans totaling US\$126.8 million that were approved in 2025 and 2026. Of the seven loans funded to date, one has been fully implemented, six are in implementation and one was cancelled.

Information on the status of projects currently in the process of being implemented as of March 31, 2026, is provided in the Annex. More detailed information is provided in the report on Project Implementation Activities for Active Projects, which is available on the NADBank website ([Active project report](#)).

3.4. Water Resiliency Fund (WRF)

In August 2025, the Board approved the WRF to provide up to US\$300 million in below-market-rate loans and US\$100 million in grants for eligible projects that support water conservation and diversification of supply sources in municipal and agricultural systems.

In November 2025, the Bank issued a first call for project proposals targeted to irrigation districts in the Lower Rio Grande Valley in Texas to support urgent water conservation projects across the four-county region that includes Cameron, Hidalgo, Starr and Willacy, where drought conditions have reduced Rio Grande flows and affected water deliveries. The application period closed on February 10, 2026, with 21 proposals submitted by 13 irrigation districts.

Applicants estimate total construction costs of nearly US\$225 million and report that about 20% of the funding has been secured, implying an estimated funding gap of about US\$180 million. Because WRF resources can only cover up to 50% of eligible costs, NADBank is coordinating with potential funding partners, including the Texas Water Development Board, to structure financing packages that maximize water-savings outcomes. Based on an initial review, the proposed improvements—primarily canal lining and canal-to-pipe conversions—could conserve more than 55,000 acre-feet of water per year.

At the end of March, NADBank staff were reviewing the proposals for alignment with WRF priority criteria. Initial evaluation results are expected in April, after which technical and financial due diligence will begin for projects identified as leading candidates for financing and certification.

On the same date that the first application cycle came to a close, NADBank issued a second call for projects under the WRF, targeting urgent investments to strengthen municipal water supply through conservation and supply-diversification measures in Mexico. In this case, NADBank is implementing a two-phase process. The initial call is a request for Expressions of Interest (EOIs) open to all water utilities within the 300-km NADBank jurisdiction in Mexico. After screening the EOI submissions, projects that appear to be feasible candidates for WRF financing will be short-listed and invited to submit full applications.

The EOI submission period closed on March 31, with a total of 112 potential investment actions submitted from all six states. The total construction cost of the proposed projects is estimated at \$20.3 billion pesos (~US\$1.2 billion), indicating a WRF grant need of approximately US\$10.1 billion pesos (~US\$579 million).² NADBank staff will begin screening the EOIs during the second quarter of 2026.

For more information about the program, visit the NADBank website ([WRF](#)).

3.5. Community Assistance Program (CAP)

Through this program, NADBank provides grant financing to support the implementation of critical environmental infrastructure projects in the water and solid waste sectors for economically distressed communities in the U.S.-Mexico border region.

For the year to date, the Bank has approved grants totaling US\$1.15 million for two projects, signed a financing agreement for US\$750,000 with the sponsor of a water conservation project in the U. S. and disbursed US\$130,911 in CAP grants to support the implementation of two projects in Mexico.

In terms of program funding, close to US\$5.28 million in grant funds provided by the U.S. Department of State (DOS) have been used to cover part or all the CAP grant disbursements for 14 projects, as well as part of the supervision expenses. The overall status of CAP program funding as of March 31, 2026, is summarized in Table 11.

² Dollar value estimated at an exchange rate of \$17.50 pesos to the dollar.

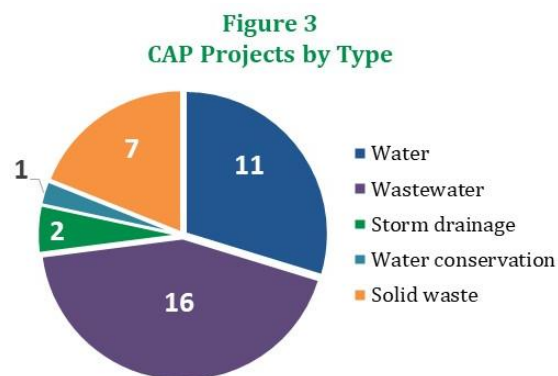
TABLE 11: CAP FUNDING
(Million USD)

	2026	Cumulative
NADBank funding allocated	\$ -	\$ 15.57
U.S. Department of State grant	0.13	5.28
Funds used for supervision	-	(1.11)
Grants approved for projects ¹	1.15	(16.72)
Funding available for future projects		\$ 3.02

1. Cumulative figure, less grant cancellations from prior years.

Of the 37 projects funded with CAP grants, 32 have completed implementation and five were in various stages of execution or preparing to initiate construction at the end of the quarter. In addition, the grant agreements for two projects were under development and are expected to be executed during the second quarter of 2026.

Information on the status of projects currently in the process of being implemented or pending financial closeout as of March 31, 2026, is provided in the Annex. More detailed information is provided in the project implementation report on active projects, which is available on the NADBank website ([Active project report](#)).



3.6. Border Environment Infrastructure Fund (BEIF)

Through this program, NADBank administers grant resources provided by the U.S. Environmental Protection Agency (EPA) for the implementation of priority water and wastewater infrastructure projects located within 100 km of either side of the U.S.-Mexico border.

For the year to date, EPA has approved US\$7.85 million in BEIF grants for two projects, and NADBank has disbursed close to US\$1.17 million in BEIF grants for six projects in implementation.

Conversely, at the end of March, the Bank closed out the financing agreement for the force main rehabilitation project in Mexicali, Baja California, which was completed under budget. A total of US\$128,692 in unused grant funds was cancelled, reducing the BEIF grant for this project to US\$3.27 million. The de-obligated funds have been returned to the BEIF program for use in future projects.

With respect to program funding, during the first quarter of 2026, EPA Region 6 allocated an additional US\$17.50 million to the BEIF program: US\$16.75 million for project construction and US\$748,994 for program administration.³

³ EPA Region 6 covers the border states of New Mexico, Texas, Chihuahua, Coahuila, Nuevo Leon and Tamaulipas. EPA Region 9 covers the border states of Arizona, California, Baja California and Sonora.

The overall status of BEIF program funding as of March 31, 2026, is summarized in Table 12.

TABLE 12: BEIF PROGRAM STATUS
(Million USD)

	2026	Cumulative
EPA funding allocations ¹	\$ 17.50	\$ 845.73
Funds allocated for administration	0.75	(37.34)
Grants approved for projects ²	7.85	(752.29)
Grant cancellations in 2026 ³	(0.13)	
Funding available for future projects		\$ 56.10

1. The cumulative figure includes US\$329,029 in interest earned.
2. Cumulative figure, less grant cancellations, including those cancelled in 2026.
3. Unused funds de-obligated from completed projects during the current year.

Of the 143 projects funded with BEIF grants to date, 134 were completed and nine were in various stages of construction at the end of the quarter. Information on the status of projects that are currently in the process of being implemented or pending financial closeout as of March 31, 2026, is provided in the Annex. More detailed information is provided in the project implementation report for active projects report, which is available on the NADBank website ([Active project report](#)).

4. Technical Assistance Programs



4.1. Technical Assistance Program (TAP)

To support project sponsors and border communities in the development of sustainable projects, NADBANK offers various types of technical assistance in three categories: project development, institutional capacity building and sector studies to identify needs and generate knowledge about a new sector or technology.

During the first quarter of 2026, the Bank approved an US\$80,000 TAP grant to support the NADBANK Frontline for Leveraging Operational Water Transformation (FLOW) initiative, which includes the pilot implementation of the World Bank Utility of the Future Tool in two water utilities in Mexico, as well as development of a 100-day action plan to address critical challenges and define potential future solutions.

During the same period, three TAP-funded studies were completed.

- Technical Advisory Services, Supervision and Evaluation of Results related to the Implementation of Sustainable Financing for Water Infrastructure and Equipment in Baja California. TAP funds provided consultant services to the Technical Investment Committee for verifying compliance with the objectives and criteria established under the state Sustainability Financing Framework in Baja California, monitoring the bidding and construction processes of the projects in implementation and tracking the performance indicators of the utilities. These services provided critical support and information necessary for the Baja California Ministry of Finance to determine debt status and opportunities to forgive debt repayment on an annual basis.
- International Bridge Study for Presidio County, Texas. The international bridge crossing between Presidio and Ojinaga, Chihuahua, is currently owned and operated by the Texas Department of Transportation (TxDOT). The study examined whether transferring bridge operations to the County—including responsibility for toll collection—could generate an additional revenue stream to support water and stormwater infrastructure projects. The analysis evaluated bridge traffic volumes to estimate revenue potential relative to maintenance costs and concluded that traffic levels are insufficient to generate the funding needed to support infrastructure projects.
- Growing Water Smart Initiative for the U.S.-Mexico Border Region. This initiative provided a planning tool, training opportunity and local stakeholder engagement activities to improve the integration of water planning in land use management for municipalities. Local stakeholders received guidance on how to implement the new planning tool through the design and adoption of specific policies, resources and guides that included best practices and lessons learned, as well as demonstration projects in the border region. The Growing Water Smart Guidebook for Mexican Communities was distributed to the participants of the Ambos Nogales Growing Water Smart workshop and is accessible online. A similar guidebook, focusing specifically on Baja California, was also published electronically. Finally, the Sonoran

Institute developed action plans based on the results of the Ambos Nogales workshop and the Mexicali-Calexico workshops held in 2024. Additionally, an action plan for Douglas and a set of high-level goals for Agua Prieta were developed based on the Douglas-Agua Prieta workshop held in June 2025.

At the end of the quarter, there were 32 initiatives in process with a total TAP grant commitment of US\$3.83million.

Utility Management Institute (UMI)

During the first quarter of 2026, UMI activities were focused on developing curriculum for its flagship training programs serving communities along the U.S.-Mexico border. Key initiatives included the redesign and streamlining of the Public Management Leadership Program and the development of a new in-person training program for water utilities in the state of Sonora.

Water Utility Training Program for Sonora

In response to a request from the Sonora State Ministry of Finance in November 2025, UMI developed an in-person training program tailored to the needs of water utilities in the state. Sonora presents a particularly complex operating environment, with a large geographic footprint and 72 water utilities that vary widely in size, organizational structure, staffing levels, technical expertise, financial health and administrative and accounting practices. To address these diverse conditions, NADBANK and the Government of Sonora jointly designed and administered a 55-question survey to identify vulnerabilities and training needs across all utilities. The survey achieved an 80% response rate. Based on the findings, a two-day training program was developed, consisting of four modules covering the following topics: (i) organizational structure and leadership; (ii) core management indicators, operational efficiency and energy transition; (iii) optimizing electricity expenses; and (iv) sectorization and pressure management to improve water system efficiency.

The 16-hour course was presented on March 23 and 24, 2026, in Hermosillo, Sonora. A total of 65 participants representing 40 municipalities received training, including two mayors and five city council secretaries. The participation of the Director of the Sonora State Water Commission and members of his staff further strengthened the relevance and impact of the program.



Redesign of the Public Management Leadership Program (PMLP)

Building on lessons learned from the highly successful 2024-2025 cycle of the PMLP, NADBANK implemented strategic adjustments to enhance program efficiency while preserving academic rigor. Duration of the online program was reduced from 72 to 50 hours, while maintaining comprehensive coverage of key topics and sectors. This restructuring posed a significant challenge that was successfully addressed with the support of eight subject-matter experts engaged for the redesign. The updated curriculum was nearly complete, with final revisions currently underway. Registration is expected to open at the end of April, and the program will be delivered from May 22 to August 21, 2026.

4.2. Project Development Assistance Program (PDAP)

NADBank administers this EPA-funded program to assist communities in the development of water and wastewater projects that have been prioritized by EPA to receive BEIF grants.

During the first quarter of 2026, the Bank approved a US\$70,000 grant to provide consulting services with respect to wastewater treatment plants in Tijuana, Baja California, in support of International Boundary and Water Commission (IBWC) Minute 333.

No studies were completed during the quarter. As of March 31, 2026, there were seven PDAP-funded studies in process with a total grant commitment of US\$1.82 million for the development of seven water and/or wastewater projects.

TABLE 15: SUMMARY OF TECHNICAL ASSISTANCE ACTIVITY
(Thousand USD)

	Three Months Ended March 31,		Year-end		
	2026	2025	2025	2024	2023
Total Activities Completed	4	5	24	17	24
By Program¹					
TAP	3	3	11	9	9
UMI	1	-	2	-	5
PDAP	-	2	10	8	10
TAP & PDAP	-	-	1	-	-
By Sector					
Water	3	4	18	15	20
Solid waste	-	-	1	-	1
Air quality	1	1	2	2	1
Urban development	-	-	1	-	-
Environment	-	-	2	-	2
By Type					
Project development	-	4	18	13	16
Capacity building	2	1	4	-	6
Sector development	2	-	2	4	2
Funding Approved					
TAP	\$ 80	\$ 905	\$ 2,501	\$ 3,176	\$ 2,173
UMI	-	-	70	50	80
PDAP	70	533	1,334	1,987	1,506
Funding Disbursed					
TAP	\$ 423	\$ 305	1,769	2,014	\$ 1,300
UMI	5	16	51	19	72
ProRec	-	-	-	-	380
PDAP	66	281	1,646	1,467	1,197

¹ Technical Assistance Program (TAP), Utility Management Institute (UMI) and COVID-19 Recovery Program (ProRec) funded by NADBank and Project Development Assistance Program (PDAP) funded by the U.S. Environmental Protection Agency (EPA) and administered by NADBank. A grant from the U.S. Department of State has been used to cover TAP and UMI disbursements since 2022.

4.3. Border 2025: U.S.-Mexico Environmental Program

This binational program, developed by EPA and its Mexican counterpart, Secretaría de Medio Ambiente y Recursos Naturales (SEMARNAT), to improve the environment and protect the health of the millions of residents within 100 kilometers of both sides of the U.S.-Mexico border, focuses on initiatives for clean air, safe drinking water, reduced risk of exposure to hazardous waste and emergency preparedness. NADB provides logistical and administrative services with respect to identifying, contracting and managing projects and workshops funded by EPA under the program.

During the first quarter of 2026, Border 2025 awarded a US\$30,000 grant to the Arizona Department of Environmental Quality (ADEQ) to support an initiative to strengthen awareness of air quality and its impact on environmental health through community education and outreach activities.

To date, 29 projects have been funded through the Border 2025 program, of which 24 were completed with just over US\$1.56 million in program funding. As of March 31, 2026, five projects remained in process with total grant commitments of US\$334,655.

TABLE 14: STATUS OF BORDER 2025 INITIATIVES
As of March 31, 2026

Goal	Completed	In process	Total
1. Reduce air pollution	6	2	8
2. Improve water quality	9	2	11
3. Promote sustainable waste management	8	1	9
4. Improve joint emergency preparedness	1	-	1
Total	24	5	29

In coordination with EPA Regions 6 and 9, NADBank has identified several additional initiatives for development using the remaining program funds, which are expected to be approved and contracted by year-end. Additionally, NADBank will continue to support logistical activities for meetings and facilitate on-going coordination efforts in both regions, with a focus on local community input for the development of a successor program to Border 2025.

5. Strategic Outreach Activities

In carrying out its mission, NADBank actively seeks partnerships with public and private entities to promote actions that will enhance the environment and well-being of people in the border region. Leveraging its binational connections, the Bank brings together experts and stakeholders from both sides of the border to generate and share knowledge on environmental issues and emerging topics through studies, forums, webinars and other initiatives. The following are highlights of the outreach and collaborative efforts undertaken by NADBank during the past quarter.

El Paso County Celebrates Completion of Two Critical Wastewater Projects

On February 13th, NADBank Deputy Managing Director Alejandro Olivovilla joined community leaders and residents in a ribbon-cutting ceremony to mark the inauguration of new wastewater collection systems serving residents in Angels Park and Bejar Estates. Both projects were supported with grants from the NADBank Community Assistance Program (CAP) and will significantly improve the quality of life and sanitary conditions in eastern El Paso County.



“From the bottom of our hearts, we are truly grateful to the North American Development Bank for helping bring this sewer system to our community,” stated Mary Ann Dominguez, a Bejar Estate resident and beneficiary of the project. “After so many years without this basic service, it means dignity, hope and a better future for our families and for generations to come.”

Fitch Ratings reaffirms “AA” Rating for NADBank

In February, Fitch affirmed its “AA” credit rating of NADBank with a stable outlook. This affirmation is driven by the Bank’s standalone credit profile and shareholder support, both assessed at “aa”, backed by its excellent capitalization and liquidity profile and strong risk management policies. To read the full report, see [Fitch Ratings](#).

A poster for a NADBank Board of Directors Public Meeting. The poster features the NADBank logo and text: "NADBank Board of Directors Public Meeting WEDNESDAY MAY 13, 2026 4:30 p.m. (CDMX local time)". Below the text is a photograph of a public meeting with a speaker at a podium and an audience. The location is listed as "NAFIN, Auditorio Antonio Ortiz Mena, Insurgentes Sur No. 1971, Edificio anexo, Nivel Jardin, Col. Guadalupe Inn, c.p. 01020 Mexico City".

NADBank Board of Directors
Public Meeting
WEDNESDAY
MAY 13, 2026
4:30 p.m.
(CDMX local time)

NAFIN, Auditorio Antonio Ortiz Mena
Insurgentes Sur No. 1971,
Edificio anexo, Nivel Jardin
Col. Guadalupe Inn,
c.p. 01020
Mexico City

Skills for Sustainability (S4S) Graduation Ceremony in El Paso, Texas

On February 9th, eight trainees celebrated completion of the Supervisory Control and Data Acquisition (SCADA) system training program developed by The Trust for the Americas, in partnership with Workforce Solutions Borderplex and Western Tech, and funded by NADBank. This initiative equips participants with the technical skills needed to operate and maintain SCADA systems, a critical digital infrastructure tool that allows water and energy utilities to monitor and manage operations in real time.



Seven of the graduates were already employed at Eaton Corporation, a global power management company with manufacturing operations in Texas and took the course to strengthen their technical qualifications through SCADA certification in order to pursue internal advancement opportunities and explore new career opportunities aligned with their professional goals. One graduate received active placement support, including coordination with El Paso Water (EPW), to secure employment in the water and automation sector. To date, 17 trainees have graduated from the first two cohorts of the SCADA program, and a third cohort will complete the program in April.



NADBank at Texas Water Development Board (TWDB) Public Meeting to promote co-financing opportunities

On March 31st, NADBank Managing Director John Beckham attended the Texas Water Development Board (TWDB) public meeting to encourage the Board to allocate US\$100 million under HB 500 and Proposition 4 to match the NADBank Water Resiliency Fund (WRF) and co-finance water conservation and diversification projects for irrigation districts in the Rio Grande Valley. In his remarks to the Board, he stated that “this type of coordinated investment is exactly how we accelerate high-impact projects. Leveraging your funding with ours is critical to delivering meaningful results for the Valley’s irrigation districts.” This partnership can unlock critical investments and deliver real results for South Texas communities, benefitting an estimated 600,000 residents.

During the meeting, it was confirmed that the TWDB would allocate up to \$100 million for the irrigation districts in the Lower Rio Grande Valley that had applied under the Bank’s WRF criteria in February.

SAVE THE DATE
MORE INFORMATION TO FOLLOW

**2026
NADBANK SUMMIT**

 Strengthening
Binational Cooperation to
Deliver the Infrastructure
of Tomorrow

August 27 & 28, 2026. Kimpton Santo Hotel. San Antonio, TX

Additional Outreach Highlights

January– March 2026

- ◆ **January 16th – Agreement signed to advance improvements for the Tabalaopa Irrigation District in CHIH.** NADBank Managing Director John Beckham signed an agreement with the President of the Chihuahua state water agency JCAS, Mario Mata Carrasco, to advance the technical development and financial structuring of improvements for the irrigation district, which include increasing the level of water treatment, modernizing irrigation systems and actions to recharge the aquifer.
- ◆ **January 21st – Presentation of Sonora Public Finance & Investment Framework in Hermosillo, SON.** NADBank Managing Director John Beckham joined Sonora Governor Alfonso Durazo Montaña in presenting the State Sustainable Public Finance and Investment Framework, which will govern public infrastructure investment in the state and was developed in collaboration with NADBank through its technical assistance program. They also formally established the Technical Committee that will oversee compliance with the framework.



- ◆ **January 28th – Regional Meeting in San Diego, CA.** NADBank Chief Environmental Officer Salvador Lopez Cordova met with representatives of the San Diego Association of Governments (SANDAG), the San Diego Regional Water Resources Control Board and the California State Water Resources Control Board to discuss potential infrastructure solutions on both sides of the U.S.-Mexico border to reduce transboundary flows in the Tijuana River and Cali-Baja region.



- ◆ **January 28th – A Conversation on the U.S.-Mexico Bilateral Relationship: North America as a Region in San Antonio, TX.** Hosted by the World Affairs Council of San Antonio and featuring the Ambassador of Mexico to the U.S., Esteban Moctezuma Barragán, the conversation was moderated by former NADBank managing Director Raul Rodriguez and focused on deepening the understanding of the strategic U.S.-Mexico partnership. NADBank was one of the event sponsors and was represented by current NADBank Managing Director John Beckham.

- ◆ **February 18th – Launch of the Advisory Committee of the Rio Grande Valley (RGV) Water Study in Weslaco, TX.** NADBank Chief Environmental Officer Salvador Lopez Cordova joined the County Judges of Cameron, Hidalgo, Starr and Willacy Counties to launch the Advisory Committee for the RGV Water Management Study, supported by The Bank. This committee is comprised of technical experts and key water users from the four counties and will provide guidance on identifying priority infrastructure projects that expand water supply options and improve coordination across the region.



- ◆ **February 18th – Ground broken on sewer system expansion in Miguel Aleman, TAMPS.** NADBank Chief Environmental Officer Salvador López joined Mayor Ramiro Cortez Barrera and other local officials to mark the start up of construction to expand the city sewer system and provide first-time service to an estimated 1,460 residents in the Mirador, Montebello and Presidentes subdivisions. Construction is expected to take 24 months to complete.



◆ **March 6th – 23rd Latin American Urban and Public Transportation Conference in Monterrey, N.L.**

NADBANK Associate Director David Diaz presented the Bank’s loan and technical assistance programs that support mobility projects, including the financing of emissions-efficient vehicles and mass transit systems that help improve air quality in urban centers. He participated with a representative from the financial intermediary Dinercap, and shared the NADBANK’s experience with different funding mechanisms, including public borrowing for mobility infrastructure, financing for private transportation systems and leasing structures supported through financial intermediaries.



◆ **March 26th – 2026 Global Border Summit in El Paso, TX**

Hosted by the Borderplex Alliance, the conference this year focused on artificial intelligence (AI), regional economic growth and binational trade. NADBANK Institutional Relations & Communication Director Jesse Hereford talked about transportation and logistics—and why border crossing infrastructure is due for a serious upgrade.

6. Financial Report

TABLE 17: FINANCIAL SUMMARY OF NADBANK ORDINARY CAPITAL RESOURCES
(Million USD)

	Three Months Ended		Year -end		
	March 31		2025	2024	2023
	2026	2025	2025	2024	2023
Balance Sheet Data					
Total assets	\$ 2,497.4	\$ 2,465.6	\$ 2,521.8	\$ 2,401.6	\$ 2,287.9
<i>of which</i>					
Cash and investments	1,186.3	1,210.7	1,197.7	1,240.8	1,078.1
Gross loans outstanding	1,168.0	1,216.6	1,166.7	1,132.8	1,049.2
Other assets	184.8	140.2	196.8	147.8	177.2
Total liabilities	1,417.6	1,551.6	1,442.9	1,533.8	1,469.6
<i>of which</i>					
Current liabilities	61.0	59.1	85.1	80.8	73.2
Deferred U.S. capital contribution	45.0	165.0	45.0	165.0	165.0
Debt (short & long term)	1,178.4	1,306.5	1,178.2	1,306.4	1,123.7
Equity	1,079.8	914.0	1,078.9	867.8	818.3
<i>of which</i>					
Paid-in capital	715.0	552.0	715.0	506.0	506.0
Retained earnings	341.3	336.0	336.8	331.7	310.0
Callable capital	4,306.7	3,298.0	4,306.7	3,037.3	3,037.3
Income Statement Data					
Loan interest income	19.0	20.8	84.1	82.7	72.0
Investment interest income	12.0	12.8	49.2	45.5	30.4
Interest expense	14.5	18.3	66.6	70.4	59.1
Net interest income	16.5	15.3	66.7	57.8	43.3
Provision for credit losses	0.6	(2.9)	2.7	10.5	(1.7)
Net interest income after provision for credit losses	15.9	18.2	64.0	47.3	45.0
Operating expenses	6.3	5.8	22.3	20.4	20.4
Net operating income	9.6	12.4	41.7	26.9	24.6
Non-interest and non-operating income (expense)	(5.0)	(8.1)	(11.5)	10.1	4.0
Transfer to Environment Investment and Capacity Facility (EICF)	-	-	25.1	15.3	5.1
Net income	4.6	4.3	5.1	21.7	23.5
Ratios					
Loans / Equity (%)	108.2	133.1	108.1	130.5	128.2
Assets/ Equity (%)	231.3	269.8	233.7	276.7	279.6
Debt (short & long term) / Callable capital (%)	27.4	39.6	27.4	43.0	37.0
Liquid assets / Short-term debt (%)	938.5	940.7	947.5	964.1	20,341.5
Net income (LTM) / Equity (%)	0.5	1.9	0.5	2.6	3.0
Net operating income (LTM) / Equity (%)	3.8	3.5	4.3	3.2	3.1
Non-accrual loans / Loans outstanding (%)	0.1	0.4	-	0.8	-
Operating expenses (LTM) per \$1 M in outstanding loans (\$)	19,435	17,179	19,114	18,008	19,443
Credit Ratings					
Moody's Investor Service	Aa1	Aa1	Aa1	Aa1	Aa1
Fitch Ratings	AA	AA	AA	AA	AA

LTM = Last twelve months

**NADBANK QUARTERLY REPORT
MARCH 31, 2026**

Since 2023, all grant and technical assistance activities are reported under the Environment Investment and Capacity Facility (EICF), and all other operations of the Bank are reported under Ordinary Capital Resources. Table 19 provides a summary of the EICF balance sheet as of March 31, 2026, along with a comparison to 2025 year-end balance sheet.

**TABLE 18: EICF SUMMARY BALANCE SHEET
(USD)**

	March 31, 2026	December 31, 2025
Cash and cash equivalents	\$ 17,804,587	\$ 39,451,197
Investment securities	39,842,894	-
Receivables	139,843	18,477,418
Total assets	\$ 57,787,324	\$ 57,928,615
Payables	\$ 275,694	\$ 385,809
Undisbursed grant funds	1,485,963	1,981,538
Fund balance	56,025,667	55,561,268
Total liabilities and fund balance	\$ 57,787,324	\$ 57,928,615

The following table summarizes all the disbursements made by the Bank for the year to date, along with a comparison of the past three years.

**TABLE 19: SUMMARY OF DISBURSEMENT ACTIVITY
(Thousand USD)**

	Three Months Ended March 31,		Year-end		
	2026	2025	2025	2024	2023
Total disbursements	\$ 38,500	\$ 107,278	\$ 207,187	\$ 283,057	\$ 236,355
By Program					
Loans	\$ 36,631	105,035	\$ 193,451	\$ 258,673	\$ 218,829
Infrastructure financing grants:					
Community Assistance Program (CAP)	131	295	1,572	140	1,191
Border Environment Infrastructure Fund (BEIF)	1,168	1,272	8,484	20,232	12,473
Technical assistance grants:					
Technical Assistance Program (TAP)	423	305	1,769	2,014	1,300
Utility Management Institute (UMI)	5	16	51	19	72
COVID-19 Recovery Program (ProRec)	-	-	-	-	380
Project Development Assistance Program (PDAP)	66	281	1,646	1,467	1,197
Border 2025: U.S.-Mexico Environmental Program	18	74	170	331	726
Air Quality Monitoring Fund (AQ Fund)	58	-	17	181	144
Other	-	-	27	-	43
Total	\$ 38,500	\$ 107,278	\$ 207,187	\$ 283,057	\$ 236,355
By Source					
NADBank	\$ 36,631	\$ 105,035	\$ 193,451	\$ 258,673	\$ 219,209
Environmental Protection Agency (EPA) ¹	1,252	1,627	10,327	22,030	14,438
U.S. Department of State (DOS) ²	559	616	3,392	2,173	2,564
Air Quality Monitoring Fund ³	58	-	17	181	144
Total	\$ 38,500	\$ 107,278	\$ 207,187	\$ 283,057	\$ 236,355

¹ EPA finances BEIF, PDAP and Border 2025. EPA also provided a grant classified as other that was disbursed between 2023 and 2025.
² DOS grants finance CAP and/or TAP disbursements.
³ This fund manages grants from the Texas Commission on Environmental Quality (TCEQ) and the Paso del Norte Community Foundation to improve air quality monitoring in the Paso del Norte air basin.

7. NADBank Profile



NADBank is a binational financial institution established and capitalized by the Governments of the United States and Mexico to provide financing to support the development and implementation of infrastructure projects, as well as to provide technical and other assistance for projects and actions that preserve, protect or enhance the environment in order to advance the well-being of the people of the United States and Mexico.

Pursuant to its charter, NADBank works closely with border communities, state agencies and other entities to develop affordable and self-sustaining projects in the areas of potable water, wastewater treatment and solid waste management, as well as projects aimed at improving air quality, conserving water, reducing energy consumption, developing renewable energy sources and promoting resilient communities, among others, located within 100 kilometers (about 62 miles) north or 300 kilometers (about 186 miles) south of the international boundary between the two countries.

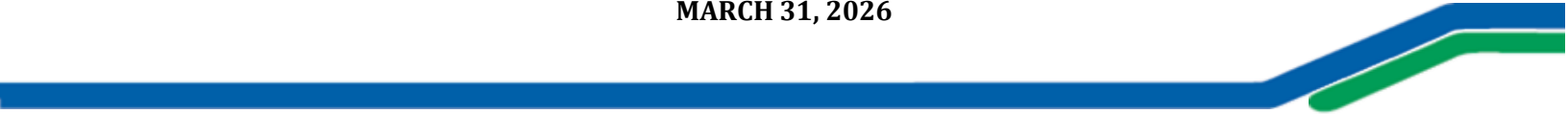
As a development bank, NADBank offers various types of technical assistance and financial services to support border communities in the planning and design of sustainable environmental infrastructure projects, as well as to strengthen the institutional capacities of those responsible for implementing and operating the projects in the long term.

For more information, visit our website at www.nadbank.org.

ANNEX

ACTIVE PROJECTS BY STATE

MARCH 31, 2026



ANNEX

NADBANK QUARTERLY REPORT
MARCH 31, 2026

NORTH AMERICAN DEVELOPMENT BANK ACTIVE PROJECTS BY STATE March 31, 2026

Project	Population to Benefit ¹	Approval Date	Total Cost	Total NADBank Funding (Million USD)			Construction Phase ²			
				Approved	Contracted	Disbursed	Pre-const.	Construct.	Complete	
UNITED STATES										
CALIFORNIA										
1	1 Bali Express (San Diego County)	MO		3-Dec-24	Reserved	38.00	7.75	1.50		1
2	2 Inncare Medical Complex	REB	21,233	6-Oct-23	Reserved	36.40	35.96	35.96		1
3	3 Wildcat Energy Storage	ES	283	2-Mar-20	Reserved	4.21	4.21	2.48		1
	TOTAL CALIFORNIA		21,516			78.61	47.92	39.94	0	1 2
NEW MEXICO										
4	1 Anthony	W	1,795	11-Apr-23	5.00	4.80	4.80	4.40		1
	TOTAL NEW MEXICO		1,795		5.00	4.80	4.80	4.40	0	1 0
TEXAS										
5	1 Anzalduas Port of Entry (Mission)	AQ	999,260	8-Jun-22	81.86	63.00	63.00	63.00		1
6	2 Arroyo energy storage (Cameron Co.)	ES	116,142	8-May-24	Reserved	85.00	73.26	72.17		1
7	3 Donna Irrigation District #1	WC	213,000	14-Nov-25	6.90	3.60	3.60	2.85		1
8	4 El Paso County (LVWD)	W / WW	9,000	29-Jun-21	23.05	23.05	23.05	23.05		1
9	5 El Paso County (Angels Park)	WW	1,030	1-Oct-25	1.35	0.75	0.75			1
10	6 El Paso County (Bejar Estates)	WW	221	1-Oct-25	0.57	0.51	0.51			1
11	7 Fort Duncan Energy (Maverick Co.)	ES	211,551	23-Sep-24	Reserved	56.05	56.05	56.05		1
12	8 Laguna Madre WD (Long Island Village)	W/WW	2,939	11-Apr-23	20.80	20.80	20.80	20.80		1
13	9 Vinton	WW	2,043	14-Nov-19	19.73	3.00	3.00	2.37		1
	TOTAL TEXAS		1,555,186		474.26	255.76	244.01	240.27	0	5 4
	TOTAL U.S.		1,578,497		568.97	339.16	296.73	284.62	0	7 6
MEXICO										
BAJA CALIFORNIA										
1	1 Mexicali (force mains)	WW	753,000	19-Sep-23	6.80	3.27	3.27	3.27		1
2	2 State of Baja California	W/WW	3,263,496	1-Dec-22	165.67	165.67	165.67	165.67		1
3	3 Tijuana y Rosarito	W/WW	640,759	21-Jul-09	26.08	16.11	16.11	12.87		1
4	4 Tec.-La Gloria WWTP	WW	187,036	1-Feb-11	8.23	4.13	4.13			1
5	5 Tijuana (River diversion)	WW	688,000	14-Dec-23	30.88	13.44	13.44	0.13		1
6	6 Tijuana (Agua Caliente Corridor)	MO	37,700	20-Feb-24	13.37	11.84	8.90	5.71		1
	TOTAL B.C.		3,263,496		242.79	210.34	207.40	187.65	0	6 0
CHIHUAHUA										
7	1 Ciudad Juarez	WW	246,860	6-Jun-22	26.90	26.90	11.50	8.58		1
8	2 Ojinaga (2)	WW	6,240	12-Nov-20	4.00	2.09	2.09	1.78		1
	TOTAL CHIH.		253,100		30.90	28.99	13.59	10.36	0	2 0

**ANNEX
ACTIVE PROJECTS BY STATE**

NADBANK QUARTERLY REPORT
MARCH 31, 2026

	Project	Population to Benefit ¹	Approval Date	Total Cost	Total NADBank Funding (Million USD)			Construction Phase ²		
					Approved	Contracted	Disbursed	Pre-const.	Construct.	Complete
NUEVO LEÓN										
9	1 Monterrey (hydropanels)	W	1,470	6-Nov-24	0.55	0.50	0.50		1	
10	2 Monterrey (SADM)	W/WW	5,300,000	3-Sep-25	103.42	16.75	16.75	16.75		1
	TOTAL N.L.		5,300,000		103.97	17.25	17.25	16.75	1	1 0
SONORA										
11	1 La Pitaya Citrus Farm (Hermosillo)	FVC		26-Sep-24	Reserved	11.50	11.50	9.00		1
12	2 Naco	W	6,150	29-Apr-24	1.50	0.50	0.50	0.11		1
13	3 OSME Medical Complex (San Luis RC)	REB	33,800	22-Nov-21	Reserved	14.21	14.21	14.21		1
14	4 Sana Frozen Food Plant (San Luis RC)	FVC	199,021	3-Jan-23	Reserved	16.00	8.00	8.00		1
15	5 State of Sonora		1,500,000	13-Feb-26	55.68	36.19	36.19		1	
		UD				15.11	15.11			
		W/WW				10.40	10.40			
		AQ				6.15	6.15			
		EE				2.87	2.87			
		SW				1.67	1.67			
	TOTAL SON.		1,738,971		130.77	78.41	70.41	31.33	1	4 0
TAMAULIPAS										
16	1 Gustavo Díaz Ordaz	WW	12,354	30-May-19	8.55	4.38	4.38	4.38		1
17	2 Miguel Alemán	WW	1,463	5-Sep-24	5.80	2.70	2.70	0.38		1
18	3 Nueva Ciudad Guerrero	WW	5,209	20-Mar-20	4.53	2.05	2.05	2.05		1
19	4 Nuevo Laredo	WW	416,055	23-Jan-24	81.20	8.00	8.00	4.04		1
20	5 Nuevo Progreso	WW	10,272	17-Apr-24	1.15	0.50	0.50	0.23		1
	TOTAL TAMP.		445,353		101.23	17.63	17.63	11.08	0	5 0
MEXICAN BORDER REGION										
21	1 4 FIs Sustainability Bond	FVC		4-Sep-24	Reserved	3.52	3.52	3.52		1
22	2 Active Leasing Green Loan	REM		2-Nov-23	Reserved	15.00	15.00	15.00		1
23	3 Altum CP Green Loan	REM		6-Nov-24	Reserved	10.70	10.70	10.70		1
24	4 BIM Sustainable Housing	REB	1,568	8-Dec-23	Reserved	7.24	7.24	7.24		1
25	5 Mercader Bus Program ³	MO		13-Sep-16	76.02	44.27	44.27	58.78		1
26	6 SOFOPUS Green Loan	REB		12-Jun-24	Reserved	10.00	10.00	10.00		1
27	7 Vinte Sustainable Housing	REB	2,400	20-Dec-24	Reserved	40.00	40.00	40.00		1
	TOTAL MX Border		3,968		192.83	130.73	130.73	145.23	0	7 0
27	TOTAL MEX.		11,000,920		802.48	483.34	457.00	402.40	2	25 0
40	TOTAL NADBank		12,579,417		1,371.45	822.50	753.733	687.01	2	32 6

1 Populations benefitting from more than one project are only counted once.

2 Projects in pre-construction are either under final design, in preparation for bidding or in bidding. Projects that have completed construction may still be considered active because financing is still in process (pending disbursement or deobligation).

3 As a revolving line of credit, the sum of disbursements can exceed the amount committed, but the outstanding balance never exceeds the amount committed.

AQ = Air quality; BUI = Basic urban infrastructure; FI = Financial intermediary; EE = Energy efficiency; ES = Energy storage; REM = Resource-efficient manufacturing; MO = Mobility; REB = Resource-efficient buildings; FVC = Food value chain; SW = Solid waste; UD = Urban development; W = Water; WE = Wind energy; WWTP = Wastewater treatment plant