

**CREDIT OPINION**

13 April 2026

Update



Send Your Feedback

**RATINGS**

**NextEra Energy Capital Holdings, Inc.**

Domicile	Juno Beach, Florida, United States
Long Term Rating	Baa1
Type	Senior Unsecured - Dom Curr
Outlook	Stable

Please see the [ratings section](#) at the end of this report for more information. The ratings and outlook shown reflect information as of the publication date.

**Contacts**

Ryan Wobbrock +1.212.553.7104  
VP-Sr Credit Officer  
ryan.wobbrock@moodys.com

Erika Eddy +1.212.553.0108  
Ratings Associate  
erika.eddy@moodys.com

Guillem Grana-Garriga +1.212.553.4137  
Ratings Associate  
guillem.grana-garriga@moodys.com

Laura Barrientos +1.212.553.1637  
Associate Managing Director  
laura.barrientos@moodys.com

**NextEra Energy Capital Holdings, Inc.**

Update to credit analysis

**Summary**

NextEra Energy Capital Holdings, Inc. (NEECH, Baa1 stable) is an intermediate holding company subsidiary of NextEra Energy, Inc. (NEE, Baa1 stable), one of the largest power and utility holding companies in North America. NEECH's credit is closely linked to that of NEE due to the unconditional and irrevocable guarantee that NEE provides on all of its debt and payment obligations. Consequently, NEECH's credit profile incorporates the consolidated financial strength of the entire NEE organization, including FPL.

NEECH directly owns NextEra Energy Resources LLC (NEER), the largest developer and operator of renewable generating assets in North America. NEER also owns non-renewable generation, including nuclear and fossil-fueled plants. Its financial profile is supported by stable cash flow generation from projects (mostly non-recourse debt) under long-term contracts with creditworthy counterparties.

NEECH's ratio of cash flow from operations before changes in working capital (CFO pre-WC) to debt is very weak for its rating, since it only has access to NEER cash flow, but shoulders both NEER debt and parent-level debt. NEE's consolidated CFO pre-WC to debt, on the other hand, was over 14% in 2025, since it also benefits from FPL cash flow. We view the consolidated approach to be the more appropriate view of NEECH's financial position, given the parent guarantee.

Please refer to [www.moodys.com](http://www.moodys.com) for further discussion in the credit opinions of [NEE](#) and its regulated utilities, [FPL](#) and [Trans Bay Cable](#).

## Credit strengths

- » Unconditional and irrevocable guarantee from parent, NextEra Energy
- » Strong access to the capital markets

## Credit challenges

- » Holding company debt percentage is one of the highest in the sector, constraining the ratings of the corporate family
- » Structural subordination of debt to non-recourse project level debt

## Rating outlook

NEECH's stable outlook reflects the stable outlook of NEE, due to the unconditional and irrevocable guarantee provided by NEE on NEECH's debt and other obligations, which we expect will remain in place without modification.

## Factors that could lead to an upgrade

NEECH could be upgraded if NEE is upgraded.

An upgrade of NEE is unlikely in the near future due to the high percentage of holding company debt, increasing capital investments and debt related financing and FPL's single-state concentration, which exposes the utility and NEE to extreme weather events.

Longer term, NEE could be upgraded if there is material debt reduction at NEECH, resulting in NEE's ratio of CFO pre-WC to debt exceeding 20%, on a sustainable basis.

## Factors that could lead to a downgrade

NEECH could be downgraded if NEE is downgraded or if the unconditional guarantee from NEE is modified or revoked.

NEE could be downgraded with a downgrade of FPL, if NEE's business risk profile deteriorates meaningfully or if its holding company level debt increases from current levels.

## Profile

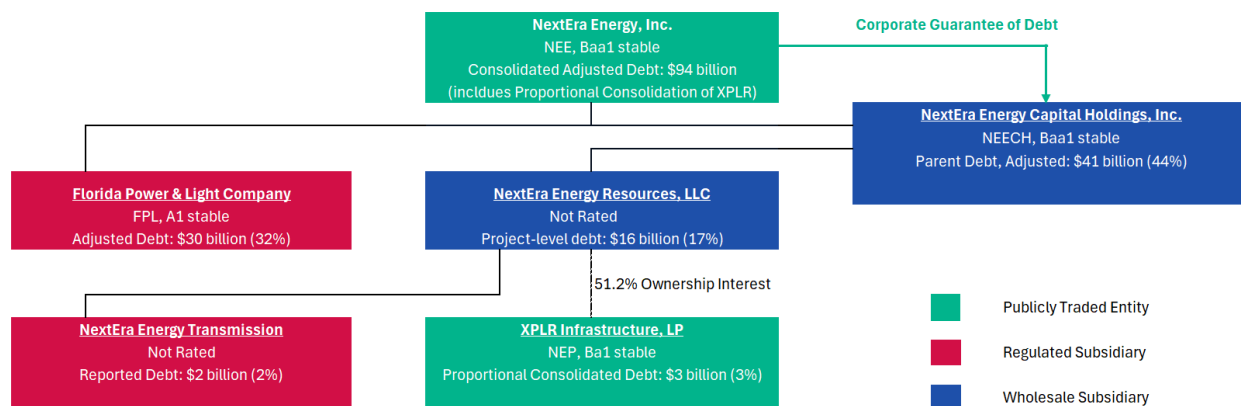
NextEra Energy Capital Holdings, Inc. is a guaranteed intermediate holding company subsidiary of NextEra Energy, Inc., one of the largest power and utility holding companies in North America. NEECH is the principal debt financing vehicle for NEE's businesses outside of Florida Power & Light and is the holding company of NextEra Energy Resources (NEER).

NEER is an intermediate holding company for NEE's independent power projects as well as its ownership interests in other assets, including electric transmission (i.e., NextEra Energy Transmission [NEET]), natural gas pipelines, nuclear and fossil-fueled generation units and, through a subsidiary, it also has a 51.2% ownership interest in XPLR Infrastructure Partners, LP (XPLR, Ba1 stable).

This publication does not announce a credit rating action. For any credit ratings referenced in this publication, please see the issuer/deal page on <https://ratings.moody's.com> for the most updated credit rating action information and rating history.

Exhibit 1

### Simplified organizational chart Debt as of 31 December 2025



XPLR debt reflects NEE's 51.2% ownership interest. Debt amounts and percentages may not foot due to rounding.

Source: Company filings, Moody's Ratings

## Detailed credit considerations

### Unconditional and irrevocable guarantee from NEE is the key credit consideration

NEE provides an absolute, irrevocable and unconditional guarantee of NEECH senior debentures and junior subordinated debt, covering principal, interest and any premium. As such, we view NEECH's credit as equivalent to that of NEE. This is an important consideration, since NEECH's standalone financial profile would not support its Baa1 rating.

By way of illustration, at 31 December 2025, according to NEE's earnings release, NEE consolidated financials less FPL (approximately NEECH) generated around \$4 billion of reported CFO compared to total reported NEECH debt of nearly \$66 billion, or about 6.0% reported CFO to debt. From a pure financial perspective, this ratio would likely score in the B-rating category of our [Unregulated Utilities and Power Companies Rating Methodology](#), which uses funds from operation (FFO) to debt as a cash flow coverage measure. However, the size and diversity of NEER's asset base offer very strong qualitative credit offsets to this financial profile.

### High degree of parent leverage constrains credit quality

NEE's credit is constrained by around \$41 billion of total adjusted holding company debt, issued by an intermediate holding company, NextEra Energy Capital Holdings, Inc. (NEECH, Baa1 stable), and guaranteed by NEE. NEECH's holding company debt is about 44% of consolidated adjusted debt and includes the proportional consolidation (i.e., just over \$3 billion of debt) of NEE's 51.2% interest in XPLR Infrastructure, LP (XPLR, Ba1 stable), a limited partnership that owns approximately 10 GW of renewable power generation assets.

NEECH's debt is structurally subordinated to roughly \$16 billion of non-recourse project-level debt for NEER's renewables and over \$2 billion of NEET debt.

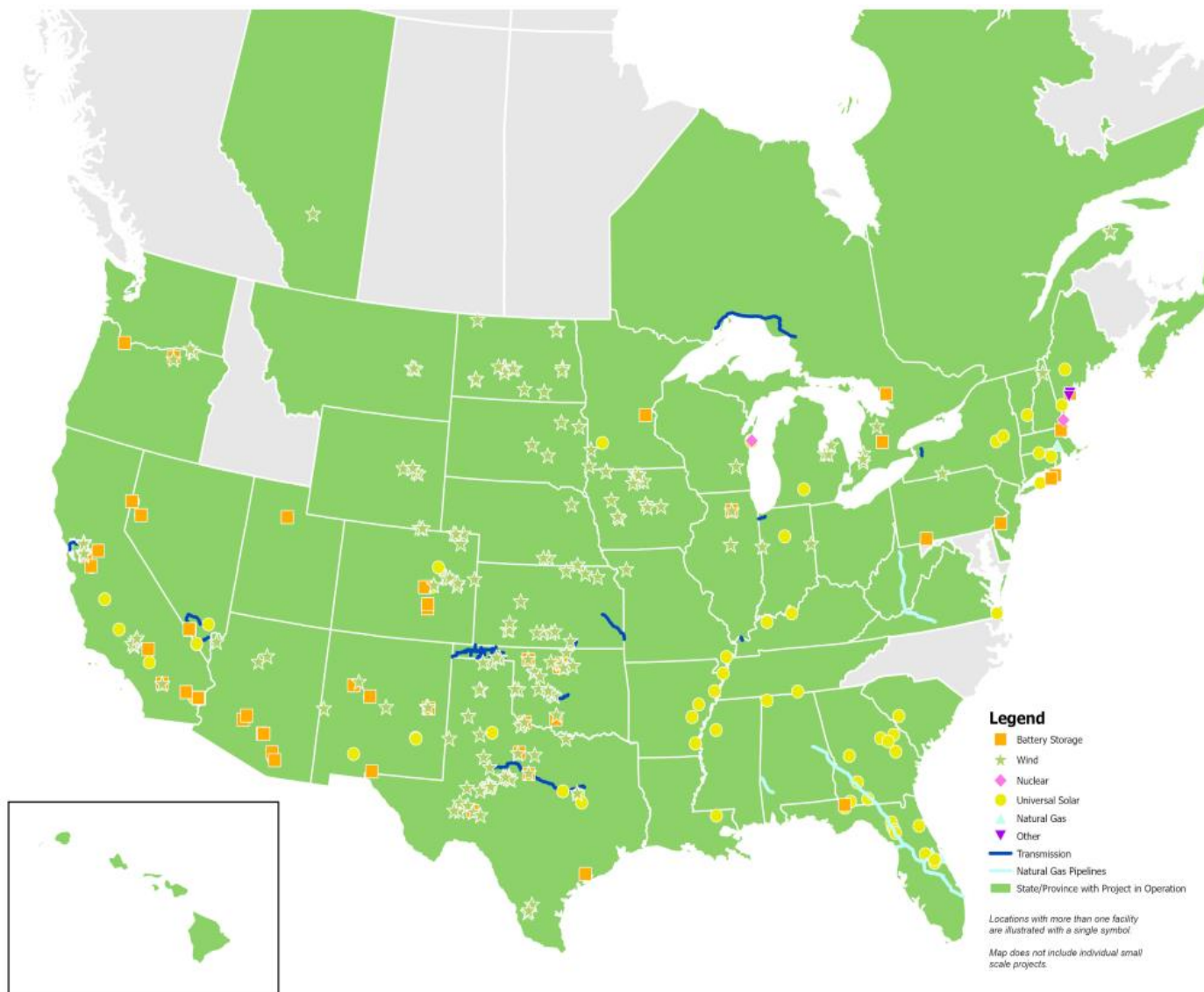
### NEER's size and diversity provide a strong credit ballast for NEECH

NEER supports NEE's credit through its size, scale and the diversity of over 250 utility-scale renewable projects in operation, with 130 unique customers across the US and Canada. The company also owns some fossil-fueled power generation (gas-fired is about 4% of total capacity and oil-fired is about 2%) and two non-regulated nuclear plants – the 1.2 GW Point Beach Nuclear Plant in Wisconsin and the 1.1 GW Seabrook Station in New Hampshire (combined about 6% of total capacity); as well as a sizeable electric transmission business (NEET, discussed below) and gas transportation pipelines.

The company's revenue is underpinned by over 300 long-term contracts, with an average remaining life of 15 years and with an average customer credit quality of A3.

Exhibit 2

## Portfolio is diversified across North America



Source: Company Filings

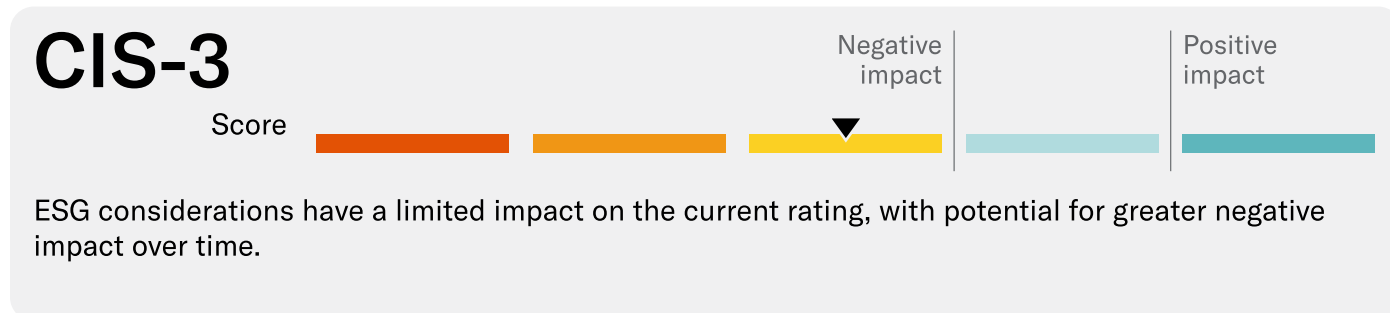
The assets are either unlevered or have been financed through tax equity partnerships or non-recourse project debt financing. The use of non-recourse project debt provides NEER with financial flexibility, allowing the company to walk away from non-performing projects without recourse to the project's creditors. However, as a market leader in renewable energy, we expect NEER's portfolio of projects to collectively perform well and we do not expect the company will often be in position to relinquish its ownership of a project due to sustained poor performance. At the same time, due to the large number of projects within NEER's portfolio, poor performance of any single project will not have a material impact on NEECH or parent, NEE's financial performance, a credit positive.

NEER's cash flow continues to increase as new generation capacity is constructed and long-term contracts are added. NEER generally manages the construction of renewable projects to make the most of the federal tax credits available. The company's capital expenditures remain elevated due to rising US power demand. As such, NEER believes the company has the opportunity to develop a 30 GW project backlog through 2029.

## ESG considerations

### NextEra Energy Capital Holdings, Inc.'s ESG credit impact score is CIS-3

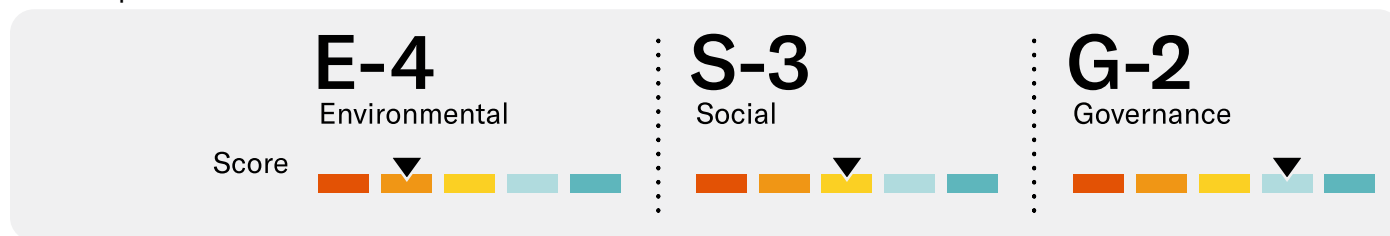
Exhibit 3  
ESG credit impact score



Source: Moody's Ratings

ESG scores and narratives are aligned with those of NextEra Energy, Inc.. NEE's **CIS-3** indicates that ESG considerations have a limited impact on the current credit rating with potential for greater negative impact over time. Physical climate risks from a service territory prone to hurricanes and tropical storms drives the high environmental risk score. Governance risk and exposure to demographic and social trends, such as a less supportive regulatory environment and customer affordability concerns, could weaken credit quality over the long-term.

Exhibit 4  
ESG issuer profile scores



Source: Moody's Ratings

### Environmental

ESG scores and narratives are aligned with those of NextEra Energy, Inc.. NEE's **E-4** issuer profile score largely reflects high physical climate risks resulting from hurricanes and tropical storms in its core Florida market. NEE's carbon transition risk is not considered a material risk because it has a diverse portfolio of generation with minimal coal, growing renewable energy resources, and a supportive regulatory framework. The company's nuclear generation fleet adds risks of waste management and pollution. While NEE has not had any problems with its nuclear fleet or nuclear waste to date, it remains an inherent risk for nuclear operators in the industry. The fossil fuel generation is balanced by NEE's ownership of the largest portfolio of renewable power projects in North America.

### Social

ESG scores and narratives are aligned with those of NextEra Energy, Inc.. NEE's **S-3** issuer profile score considers the operation of nuclear generation which heightens the risk of responsible production, while demographics and societal trends may increase public concern over environmental, social, or affordability issues that could lead to adverse regulatory or political intervention. NEE's social risks are somewhat offset by FPL's low customer rates that are below the national average, strong customer and load growth, as well as the robust and independent regulatory framework in which it operates. The regulatory framework provides strong assurance that the company will be able to recover storm costs from customers, even where these can be politically controversial.

### Governance

ESG scores and narratives are aligned with those of NextEra Energy, Inc.. NEE's **G-2** issuer profile score is broadly in line with other utility holding companies. The company's financial policy is to maintain the capital structure of its utility, FPL, established in its regulatory rate constructs with any dividends distributed to the parent offset by sufficient equity injections to maintain the utilities' target capital structure. NEE's governance score also incorporates a board structure and policies with a relatively low number of independent directors; and additional organizational complexity with its majority-owned affiliate, XPLR.

ESG Issuer Profile Scores and Credit Impact Scores for the rated entity/transaction are available on Moodys.com. In order to view the latest scores, please click [here](#) to go to the landing page for the entity/transaction on MDC and view the ESG Scores section.

## Liquidity analysis

NEECH has a sufficient but somewhat constrained liquidity profile as a result of the need to finance its large capital investment program, refinance a substantial amount of annual debt maturities, and potentially provide for material contingent calls related to its hedging and marketing activities. However, NEECH has demonstrated an ability to manage its liquidity profile effectively, primarily through strong access to bank and debt capital markets.

NEECH's liquidity profile is impacted by NEER's elevated capital investment program, particularly due to strong growth and development of new renewable power projects, which typically results in substantial negative free cash flow. Its negative free cash flow position continues to be significant, but is financed through a combination of project finance debt, tax equity, long and short-term debt borrowings, equity units and with proceeds from projects sold (outright or equity interests) to third parties.

As of 31 December 2025, NEECH had nearly \$15.3 billion of net available liquidity, which included \$2.8 billion of cash; \$10.0 billion of availability on its revolving credit facilities, net of about \$480 million of commercial paper borrowings; and full availability on about \$3.6 billion of bilateral revolving credit facilities.

NEECH's \$10.5 billion bank revolving line of credit facility backstops its CP program. NEECH also has \$4.9 billion of letter of credit facilities (size was increased in January 2026) with \$3.8 billion of letters of credit outstanding at 31 December 2025. The LC facilities are only available for the issuance of letters of credit.

NEECH does not have a material adverse change clause in its bank credit facilities, although it does have one financial maintenance covenant of a maximum consolidated debt-to-capitalization ratio that it does not disclose. The company has indicated that it was in compliance as of 31 December 2025.

Over the next twelve months, NEECH's long-term debt maturities include \$335 million in December 2026, \$1.0 billion of debentures due in January 2027 and \$1.0 billion of convertible exchangeable senior notes in March 2027. We do not expect the company to have any difficulty paying off or refinancing its near-term maturities.

## Ratings

Exhibit 5

Category	Moody's Rating
<b>NEXTERA ENERGY CAPITAL HOLDINGS, INC.</b>	
Outlook	Stable
Senior Unsecured	Baa1
Bkd Jr Subordinate	Baa2
Bkd Commercial Paper	P-2
<b>PARENT: NEXTERA ENERGY, INC.</b>	
Outlook	Stable
Issuer Rating	Baa1

Source: Moody's Ratings

© 2026 Moody's Corporation, Moody's Investors Service, Inc., Moody's Analytics, Inc. and/or their licensors and affiliates (collectively, "MOODY'S"). All rights reserved. CREDIT RATINGS ISSUED BY MOODY'S CREDIT RATINGS AFFILIATES ARE THEIR CURRENT OPINIONS OF THE RELATIVE FUTURE CREDIT RISK OF ENTITIES, CREDIT COMMITMENTS, OR DEBT OR DEBT-LIKE SECURITIES, AND MATERIALS, PRODUCTS, SERVICES AND INFORMATION PUBLISHED OR OTHERWISE MADE AVAILABLE BY MOODY'S (COLLECTIVELY, "MATERIALS") MAY INCLUDE SUCH CURRENT OPINIONS. MOODY'S DEFINES CREDIT RISK AS THE RISK THAT AN ENTITY MAY NOT MEET ITS CONTRACTUAL FINANCIAL OBLIGATIONS AS THEY COME DUE AND ANY ESTIMATED FINANCIAL LOSS IN THE EVENT OF DEFAULT OR IMPAIRMENT. SEE APPLICABLE MOODY'S RATING SYMBOLS AND DEFINITIONS PUBLICATION FOR INFORMATION ON THE TYPES OF CONTRACTUAL FINANCIAL OBLIGATIONS ADDRESSED BY MOODY'S CREDIT RATINGS. CREDIT RATINGS DO NOT ADDRESS ANY OTHER RISK, INCLUDING BUT NOT LIMITED TO: LIQUIDITY RISK, MARKET VALUE RISK, OR PRICE VOLATILITY. CREDIT RATINGS, NON-CREDIT ASSESSMENTS ("ASSESSMENTS"), AND OTHER OPINIONS INCLUDED IN MOODY'S MATERIALS ARE NOT STATEMENTS OF CURRENT OR HISTORICAL FACT. MOODY'S MATERIALS MAY ALSO INCLUDE QUANTITATIVE MODEL-BASED ESTIMATES OF CREDIT RISK AND RELATED OPINIONS OR COMMENTARY PUBLISHED BY MOODY'S ANALYTICS, INC. AND/OR ITS AFFILIATES. MOODY'S CREDIT RATINGS, ASSESSMENTS, OTHER OPINIONS AND MATERIALS DO NOT CONSTITUTE OR PROVIDE LEGAL, COMPLIANCE, INVESTMENT, FINANCIAL OR OTHER PROFESSIONAL ADVICE, AND MOODY'S CREDIT RATINGS, ASSESSMENTS, OTHER OPINIONS AND MATERIALS ARE NOT AND DO NOT PROVIDE RECOMMENDATIONS TO PURCHASE, SELL, OR HOLD PARTICULAR SECURITIES. MOODY'S CREDIT RATINGS, ASSESSMENTS, OTHER OPINIONS AND MATERIALS DO NOT COMMENT ON THE SUITABILITY OF AN INVESTMENT FOR ANY PARTICULAR INVESTOR. MOODY'S ISSUES ITS CREDIT RATINGS, ASSESSMENTS AND OTHER OPINIONS AND PUBLISHES OR OTHERWISE MAKES AVAILABLE ITS MATERIALS WITH THE EXPECTATION AND UNDERSTANDING THAT EACH INVESTOR WILL, WITH DUE CARE, MAKE ITS OWN STUDY AND EVALUATION OF EACH SECURITY THAT IS UNDER CONSIDERATION FOR PURCHASE, HOLDING, OR SALE.

MOODY'S CREDIT RATINGS, ASSESSMENTS, OTHER OPINIONS, AND MATERIALS ARE NOT INTENDED FOR USE BY RETAIL INVESTORS AND IT WOULD BE RECKLESS AND INAPPROPRIATE FOR RETAIL INVESTORS TO USE MOODY'S CREDIT RATINGS, ASSESSMENTS, OTHER OPINIONS OR MATERIALS WHEN MAKING AN INVESTMENT DECISION. IF IN DOUBT YOU SHOULD CONTACT YOUR FINANCIAL OR OTHER PROFESSIONAL ADVISER.

ALL INFORMATION CONTAINED HEREIN IS PROTECTED BY LAW, INCLUDING BUT NOT LIMITED TO, COPYRIGHT LAW, AND NONE OF SUCH INFORMATION MAY BE COPIED OR OTHERWISE REPRODUCED, REPACKAGED, FURTHER TRANSMITTED, TRANSFERRED, DISSEMINATED, REDISTRIBUTED OR RESOLD, OR STORED FOR SUBSEQUENT USE FOR ANY SUCH PURPOSE, IN WHOLE OR IN PART, IN ANY FORM OR MANNER OR BY ANY MEANS WHATSOEVER, BY ANY PERSON WITHOUT MOODY'S PRIOR WRITTEN CONSENT. FOR CLARITY, NO INFORMATION CONTAINED HEREIN MAY BE USED TO DEVELOP, IMPROVE, TRAIN OR RETRAIN ANY SOFTWARE PROGRAM OR DATABASE, INCLUDING, BUT NOT LIMITED TO, FOR ANY ARTIFICIAL INTELLIGENCE, MACHINE LEARNING OR NATURAL LANGUAGE PROCESSING SOFTWARE, ALGORITHM, METHODOLOGY AND/OR MODEL.

MOODY'S CREDIT RATINGS, ASSESSMENTS, OTHER OPINIONS AND MATERIALS ARE NOT INTENDED FOR USE BY ANY PERSON AS A BENCHMARK AS THAT TERM IS DEFINED FOR REGULATORY PURPOSES AND MUST NOT BE USED IN ANY WAY THAT COULD RESULT IN THEM BEING CONSIDERED A BENCHMARK.

All information contained herein is obtained by MOODY'S from sources believed by it to be accurate and reliable. Because of the possibility of human or mechanical error as well as other factors, however, all information contained herein is provided "AS IS" without warranty of any kind. MOODY'S adopts all necessary measures so that the information it uses in assigning a credit rating or assessment is of sufficient quality and from sources MOODY'S considers to be reliable including, when appropriate, independent third-party sources. However, MOODY'S is not an auditor and cannot in every instance independently verify or validate information received in the credit rating or assessment process or in preparing its Materials.

To the extent permitted by law, MOODY'S and its directors, officers, employees, agents, representatives, licensors and suppliers disclaim liability to any person or entity for any indirect, special, consequential, or incidental losses or damages whatsoever arising from or in connection with the information contained herein or the use of or inability to use any such information, even if MOODY'S or any of its directors, officers, employees, agents, representatives, licensors or suppliers is advised in advance of the possibility of such losses or damages, including but not limited to: (a) any loss of present or prospective profits or (b) any loss or damage arising where the relevant financial instrument is not the subject of a particular credit rating or assessment assigned by MOODY'S.

To the extent permitted by law, MOODY'S and its directors, officers, employees, agents, representatives, licensors and suppliers disclaim liability for any direct or compensatory losses or damages caused to any person or entity, including but not limited to by any negligence (but excluding fraud, willful misconduct or any other type of liability that, for the avoidance of doubt, by law cannot be excluded) on the part of, or any contingency within or beyond the control of, MOODY'S or any of its directors, officers, employees, agents, representatives, licensors or suppliers, arising from or in connection with the information contained herein or the use of or inability to use any such information.

NO WARRANTY, EXPRESS OR IMPLIED, AS TO THE ACCURACY, TIMELINESS, COMPLETENESS, MERCHANTABILITY OR FITNESS FOR ANY PARTICULAR PURPOSE OF ANY CREDIT RATING, ASSESSMENT, OTHER OPINION OR INFORMATION IS GIVEN OR MADE BY MOODY'S IN ANY FORM OR MANNER WHATSOEVER.

Moody's Investors Service, Inc., a wholly-owned credit rating agency subsidiary of Moody's Corporation ("MCO"), hereby discloses that most issuers of debt securities (including corporate and municipal bonds, debentures, notes and commercial paper) and preferred stock rated by Moody's Investors Service, Inc. have, prior to assignment of any credit rating, agreed to pay Moody's Investors Service, Inc. for credit ratings opinions and services rendered by it. MCO and all MCO entities that issue ratings under the "Moody's Ratings" brand name ("Moody's Ratings"), also maintain policies and procedures to address the independence of Moody's Ratings' credit ratings and credit rating processes. Information regarding certain affiliations that may exist between directors of MCO and rated entities, and between entities who hold credit ratings from Moody's Investors Service, Inc. and have also publicly reported to the SEC an ownership interest in MCO of more than 5%, is posted annually at [ir.moody.com](http://ir.moody.com) under the heading "Investor Relations — Corporate Governance — Charter and Governance Documents - Director and Shareholder Affiliation Policy."

Moody's SF Japan K.K., Moody's Local AR Agente de Calificación de Riesgo S.A., Moody's Local BR Agência de Classificação de Risco LTDA, Moody's Local MX S.A. de C.V., I.C.V., Moody's Local PE Clasificadora de Riesgo S.A., Moody's Local PA Calificadora de Riesgo S.A., Moody's Local CR Calificadora de Riesgo S.A., Moody's Local ES S.A. de CV Clasificadora de Riesgo, Moody's Local RD Sociedad Calificadora de Riesgo S.R.L. and Moody's Local GT S.A. (collectively, the "Moody's Non-NRSRO CRAs") are all indirectly wholly-owned credit rating agency subsidiaries of MCO. None of the Moody's Non-NRSRO CRAs is a Nationally Recognized Statistical Rating Organization.

Additional terms for Australia only: Any publication into Australia of this document is pursuant to the Australian Financial Services License of MOODY'S affiliate, Moody's Investors Service Pty Limited ABN 61 003 399 657 AFSL 336969 and/or Moody's Analytics Australia Pty Ltd ABN 94 105 136 972 AFSL 383569 (as applicable). This document is intended to be provided only to "wholesale clients" within the meaning of section 761G of the Corporations Act 2001. By continuing to access this document from within Australia, you represent to MOODY'S that you are, or are accessing the document as a representative of, a "wholesale client" and that neither you nor the entity you represent will directly or indirectly disseminate this document or its contents to "retail clients" within the meaning of section 761G of the Corporations Act 2001. MOODY'S credit rating is an opinion as to the creditworthiness of a debt obligation of the issuer, not on the equity securities of the issuer or any form of security that is available to retail investors.

Additional terms for India only: Moody's credit ratings, Assessments, other opinions and Materials are not intended to be and shall not be relied upon or used by any users located in India in relation to securities listed or proposed to be listed on Indian stock exchanges.

Additional terms with respect to Second Party Opinions and Net Zero Assessments (as defined in Moody's Ratings Rating Symbols and Definitions): Please note that neither a Second Party Opinion ("SPO") nor a Net Zero Assessment ("NZA") is a "credit rating". The issuance of SPOs and NZAs is not a regulated activity in many jurisdictions, including Singapore. EU: In the European Union, each of Moody's Deutschland GmbH and Moody's France SAS provide services as an external reviewer in accordance with the applicable requirements of the EU Green Bond Regulation. JAPAN: In Japan, development and provision of SPOs and NZAs fall under the category of "Ancillary Businesses", not "Credit Rating Business", and are not subject to the regulations applicable to "Credit Rating Business" under the Financial Instruments and Exchange Act of Japan and its relevant regulation. PRC: Any SPO: (1) does not constitute a PRC Green Bond Assessment as defined under any relevant PRC laws or regulations; (2) cannot be included in any registration statement, offering circular, prospectus or any other documents submitted to the PRC regulatory authorities or otherwise used to satisfy any PRC regulatory disclosure requirement; and (3) cannot be used

within the PRC for any regulatory purpose or for any other purpose which is not permitted under relevant PRC laws or regulations. For the purposes of this disclaimer, "PRC" refers to the mainland of the People's Republic of China, excluding Hong Kong, Macau and Taiwan.

REPORT NUMBER 1479419