

EXTRAORDINARY COMMUNICATION

ALTEO Energiaszolgáltató Nyilvánosan Működő Részvénytársaság (registered address: H-1131 Budapest, Babér u. 1-5.; company registration number: 01-10-045985; (“**the Company**”)) hereby informs its investors as follows:

The Company’s Board of Directors has decided, in its resolution No. 1/2019. (III. 12.) on the commencement of the share capital increase of the Company subject to the terms set out in the Information Memorandum by the private placement of new shares (hereinafter, respectively: “**Private Placement**” and “**New Shares**”), in view of which the Company has published on March 13, 2019 its Information Memorandum related to the Private Placement.

The preliminary statements of commitment for the takeover of New Shares were received in the total issue value of HUF 2,760,209,615, exceeding the HUF 1.5 billion maximum total issue amount set out in the Information Memorandum, however, oversubscription was acceptable up to a maximum of HUF 2 billion total issue amount. The Company’s Board of Directors have set the issue price of the New Shares at HUF 670 (i.e. six hundred and seventy forints), by taking into account the preliminary statements of commitment submitted during the Private Placement (book building). In view of the above, the Company’s Board of Directors accepted the oversubscription up to the total issue amount of HUF 1,999,999,580 (one billion nine hundred ninety-nine million nine hundred ninety-nine thousand five hundred eighty forints), thus it decided on the issue of 2,985,074 New Shares.

All investors that made a preliminary statement of commitment during the Private Placement and were appointed by the Board of Directors to take over New Shares fulfilled their preliminary commitment and provided the full consideration for the total of 2,985,074 New Shares issued during the Private Placement in accordance with the requirements set in the Information Memorandum.

Thus the transaction for the issue of a total of 2,985,074 shares has been closed and all conditions for the increase of the Company’s share capital to HUF 242,328,425 (i.e. two hundred forty-two million three hundred twenty-eight thousand four hundred twenty-five forints), calculated at face value, have been met.

Shareholders rights attached to the New Shares are identical with those attached to the shares of the same share series issued before the Company’s share capital increase, with the difference that New Shares will grant entitlement to dividends for the first time, under Section 3:298 (3) of Act V of 2013 on the Civil Code, after the business year of the registration of the share capital increase.

The Company will make every effort to successfully complete the registration procedure related to the increase of the share capital, and to make sure that the newly issued shares are available for the investors as soon as possible to enable the owners of New Shares to vote on the ordinary General Meeting to be held on April 26 2019.

Budapest, March 25, 2019

ALTEO Nyrt.