

REPORT

of the Audit Committee

of ALTEO Energiaszolgáltató Nyilvánosan Működő Részvénytársaság

on the financial statements of the Company for 2021

The Audit Committee has been operating at the Company since September 6, 2010.

The members of the Audit Committee:

- **István Bakács**, Chairman, energy expert
- **Dr. István Borbíró**, attorney-at-law
- **Dr. János Lukács**, chartered auditor.

The Audit Committee performed its activity in 2021 in accordance with the provisions of Act V of 2013 on the Civil Code of Hungary, the Articles of Association of the Company and the Rules of Procedure of the Audit Committee. No in-person meetings were held in 2021 due to the COVID-19 pandemic, and the decisions were adopted either in writing (on one occasion) or at conference meetings without in-person attendance (on three occasions). No doubt regarding the independence of the members and no conflict of interest arose during the operation of the Audit Committee; the members attending the meeting of the Audit Committee expressly confirmed their independence by adopting the resolution of the Committee dated March 25, 2022.

The Audit Committee establishes that in 2021 no non-audit services (as defined in Regulation (EU) No 537/2014 of the European Parliament and of the Council) were provided to the to the Company and its subsidiaries by BDO Magyarország Könyvvizsgáló Kft. as the Company's auditor engaged to perform the audit of the annual financial statements of the Company or other companies belonging to the network of the auditor.

The Audit Committee examined the proposals underlying its resolution adopted on March 25, 2022, and – taking into account the report of the Company's auditor – in a resolution adopted unanimously by its members, it approved and accepted the Company's statement of financial position for the Company's fiscal year ending on December 31, 2021, along with the separate financial statement (with a comprehensive income of HUF 6,262,118 thousand and with assets in total of HUF 34,833,009 thousand) and business (annual) report prepared in line with the provisions of the Accounting Act applicable to entities preparing their annual report according to the EU IFRSs, as well as the report of the Board of Directors, furthermore, the Company's consolidated statement of financial position for the fiscal year ending on December 31, 2021 and consolidated financial statement (with a comprehensive income of HUF 10,764,080 thousand and with assets in total of HUF 60,760,748 thousand) prepared in accordance with the IFRSs, business (annual) report, as well as the report of the Board of Directors.

The Audit Committee declares that the statements are in compliance with the applicable legal requirements and give a true and correct view of the Company's management, and therefore it proposes their acceptance by the General Meeting.

With a view to the fact that in 2020 the Company's Board of Directors, acting within the competence of the General Meeting and based on the recommendation of the Audit Committee, elected BDO Magyarország Könyvvizsgáló Kft. as the Company's permanent auditor for the fiscal year commencing on April 30, 2020 and ending on the day on which the General Meeting's resolution is adopted on the approval of the financial statements for the fiscal year ending on December 31, 2022, but until no later than May 31, 2023, therefore the Audit Committee is not required to submit any proposal as to the identity of the permanent auditor this year.

Budapest, March 25, 2022

Yours sincerely,

István Zsigmond Bakács
Chairman of the Audit Committee

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