

COMMUNICATION

In compliance with its obligation to provide notification of extraordinary events under Act CXX of 2001 on the Capital Market (hereinafter: **Capital Market Act**) and its obligation under Act LXVII of 2019 on the Encouragement of Long-Term Shareholder Engagement and the Amendment of Certain Acts with a View to Legal Harmonization, **ALTEO Energiaszolgáltató Nyilvánosan Működő Részvénytársaság** (registered office: H-1033 Budapest, Kórház utca 6-12, company registration number: Cg.01-10-045985) (hereinafter: **Company or ALTEO**) hereby provides the following information:

As the Company informed Investors in its communication published on November 3, 2022, the Board of Directors of the Company has decided not to issue bonds at this time. In making this decision, the Board took into account the financial situation of the Company, its financing needs and its current and likely future sources of financing.

In this context, the Company hereby informs Investors that the Board of Directors of both ALTEO and WALLIS ASSET MANAGEMENT Zártkörűen Működő Részvénytársaság (registered office: H-1055 Budapest, Honvéd utca 20; company registration number: Cg.01-10 046529; hereinafter: **WAM**) have approved the conclusion of a loan contract (hereinafter: Contract) between ALTEO and WAM, a majority shareholder of ALTEO and an affiliated party of the Company. Under the Contract, WAM provides a loan of HUF 6 billion to ALTEO until April 30, 2023, in line with the transfer pricing documents used by the Parties. In addition, ALTEO is granted the option of early repayment starting three months after the start of the Contract.

The Contract is considered favorable and necessary as it provides ALTEO with unsecured borrowing for its increased working capital needs during the heating season, with conditions that are more flexible and require less administration. The conditions, in particular in respect of the loan term and the repayment option, are also more in line with ALTEO's working capital financing needs than any loan, money or capital market debt facility with similar conditions. Finally, the agreed loan is available without additional costs.

The loan will be disbursed in the near future.

Budapest, November 15, 2022

ALTEO Nyrt.