

To: Bucharest Stock Exchange (BVB)
London Stock Exchange (LSE)
Luxembourg Stock Exchange (LuxSE)
Financial Supervisory Authority of Romania (ASF)

Current report in compliance with the Law 24/2017 on issuers of financial instruments and market operations, ASF Regulation no. 5/2018 on issuers of financial instruments and market operations, and the Bucharest Stock Exchange Code

Report date: **31 August 2026**

Company name: **Societatea Energetica Electrica S.A. (Electrica or ELSA)**

Headquarters: **9 Grigore Alexandrescu Street, 1st District, Bucharest, Romania**

Phone: **Tel: 004-021-2085035**

Fiscal Code: **RO 13267221**

Trade Register registration number: **J2000007425408**

Subscribed and paid in share capital: **RON 3,395,530,040**

Regulated market where the issued securities are traded: **Bucharest Stock Exchange (BVB: [EL](#) and [EL30E](#)), London Stock Exchange (LSE - [ELSA](#) and [51FL](#)) and Luxembourg Stock Exchange (LuxSE - [XS3111004241](#))**

Significant events to be reported: Transactions with related parties according to Art. 108 of Law No. 24/2017 concluded by Societatea Energetica Electrica SA (“Electrica” and/or “ELSA”) and its subsidiary, Societatea Electrica Furnizare SA (“EFSA”)

Electrica informs its shareholders and investors about the conclusion/execution, during the period 24 July 2026 – 27 August 2026, of some transactions between ELSA and its subsidiary EFSA, whose cumulated value exceeds the threshold of 5% of Electrica's net assets, according to Electrica's individual financial statements as of 31 December 2025, respectively exceeds the value of RON 202,130,780.

Details regarding these transactions, containing information about the date of execution, the nature of transaction, the description of its scope, total value of the transaction, the expiry date, mutual debts and receivables, guarantees provided, stipulated penalties, payment due dates and methods, are presented in Annex 1 below.

Among the transactions presented in Annex 1, the transaction referring to loan agreement term extension by ELSA at the request of EFSA proposed to be concluded through Addendum no.3 to the Loan Contract no 56/03.09.2025 “Loan granting – extension of maturity” is the one that led to exceeding the above-mentioned threshold. In connection with this transaction, Electrica's financial auditor, KPMG Audit SRL, issued on 28 August 2026 a Limited Assurance Report, prepared in accordance with Art. 108 paragraph (5) of Law no. 24/2017. The KPMG report is annexed to this current report as Annex 2.

On 31 August 2026, the Board of Directors of ELSA approved the conclusion of this transaction through BoD Decision no. 23/31.08.2026, based on the above-mentioned audit report. Consequently, on 31 August 2026, ELSA and EFSA concluded Addendum no. 3 to the Loan Contract no. 56/03.09.2026, thereby operationalizing the above-mentioned transaction.

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CFO
Costin Iordache

Head of IR
Raluca Kasap

Annex: Details regarding the transactions concluded by ELSA with EFSA in the period 24 July 2026 - 27 August 2026 of the kind listed in Art. 108 of Law No. 24/2017

Transaction/ Agreement Type and Date	Scope of the transactions	Total amount (RON th)	Date of entry into force	Expiry date	Guarantees (RON th.)	Penalties	Payment due dates and payment methods	Transaction carried out in the normal course of business?
Buyer/Beneficiary: EFSA								
Seller/Service provider: ELSA								
CTR no. 111/05.11.2020 + AA no. 3/2023 + AA no. 5/2025	Rent for Office Space	1.57	5-Nov-20	9-Nov-26	Not applicable	II.2.1. Should the LESSEE fail to settle the invoices within the period agreed under Section 11.1.2, the LESSEE shall be liable to pay penalties of 0.03% per day of the invoice amount remaining unpaid after the due date. Such penalties shall accrue from the date on which the LESSEE was required to perform its payment obligations under the Agreement until the actual fulfillment of such obligations	Within 15 days from the invoice issuance date	NO
Ctr.56/03.09.2025 + AA3	Loan granting – extension of maturity	245,000.00	3-Sep-25	31-Aug-27	Not applicable	In the event that EFSA fails to pay any amounts due under the Agreement when they become due (in whole or in part), ELSA reserves the right to charge default interest at a rate of 0,50% per annum above the current interest rate applicable to the loan, namely ROBOR 3M + 1,71% p.a., on any amount not paid by EFSA on its due date under the Loan Agreement	Addendum No. 3 mentions the following: a) Extension of the loan maturity date and availability period until 31 August 2027; b) Modification of the interest rate to 3-month ROBOR + 1,71%; c) Mechanism for updating the 3-month ROBOR rate and payment of interest: the 3-month ROBOR rate is updated at the beginning of each three-month interest period, while interest is calculated on a daily basis and paid quarterly; d) Modification of the default interest rate applicable in the event of failure to pay amounts due on their due date to 0,50% per annum above the applicable current interest rate (as presented under point b). The revised interest rate and default interest rate were determined based on a transfer pricing analysis performed by an independent financial specialist/external consultant. Furthermore, the agreement provides for the full reimbursement by EFSA to ELSA of any other financing costs incurred , or that may be incurred, by ELSA in connection with the funds made available to EFSA and obtained through bank financing arrangements, including, for example, fees and commissions.	NO

Transaction/ Agreement Type and Date	Scope of the transactions	Total amount (RON th)	Date of entry into force	Expiry date	Guarantees (RON th.)	Penalties	Payment due dates and payment methods	Transaction carried out in the normal course of business?
Ctr.41/09.04.2024, AA1/06.09.2024, AA2/04.04.2025, AA3/20.02.2026, AA4/20.03.2026	Loan granting – interest	1,702.44	20-Mar-26	8-Apr-27	Not applicable	In the event that the loan is not repaid (in whole or in part) by the maturity date, ELSA reserves the right to charge late payment penalties at a rate of 0,01% for each day of delay	The Borrower undertakes to pay monthly interest within 5 days of receiving the relevant notice. Any repayment or payment made under the Loan Agreement shall be made in the Loan Utilization Currency	NO
Ctr.90/18.12.2023, AA1/25.10.2024, AA2/22.10.2025	Loan granting – interest	700.22	22-Oct-25	2-Nov-26	Not applicable	In the event that the loan is not repaid on its due date (in whole or in part), ELSA reserves the right to charge late payment penalties at a rate of 0.01% for each day of delay, for the period commencing on the day following the due date of the loan amount and ending on the date of payment	See note 1	NO
Ctr.50/29.07.2025 AA1/22.10.2025 AA2/28.07.2026	Loan granting – interest	1,867.85	29-Jul-25	28-Jul-27	Not applicable	In the event that the loan is not repaid on its due date, in whole or in part, ELSA reserves the right to charge default interest at a rate of 0.50% per annum above the applicable current interest rate for each day of delay, for the period commencing on the day following the due date of the loan amount and ending on the date of payment	See note 1	NO
Ctr.56/03.09.2025 AA1/31.10.2025 AA2/20.03.2026	Loan granting – interest	1,750.04	3-Sep-25	31-Aug-26	Not applicable	In the event that the loan is not repaid on its due date (in whole or in part), ELSA reserves the right to charge late payment penalties at a rate of 0.01% for each day of delay, for the period commencing on the day following the due date of the loan amount and ending on the date of payment	See note 1	NO

Total executed during reporting period 24 July 2026 - 27 August 2026: RON 251,022.13 th

Due and not due mutual debts of EFSA to ELSA at 26 August 2026: RON 250.22 th

Due and not due mutual debts of ELSA to EFSA at 26 August 2026: RON 67.14 th

Note 1: The Borrower shall have the right, based on a written request submitted to ELSA at least five (5) Business Days in advance, to prepay any amount under the Loan. The Borrower shall also have the right, upon written notice delivered to ELSA at least five (5) Business Days in advance, to cancel, in whole or in part, the unused portion of the Loan

form acc. to Annex 2 in ELSA-POL-ME1-2-F01



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Independent Auditor's Limited Assurance Report

To the Board of Directors of Societatea Energetica Electrica S.A. ("the Company")

Report on selected related party transaction information

Conclusion

We have performed a limited assurance engagement to report on whether:

- 1) the information relating to the transaction referring to loan agreement term extension by the Company at the request of its related party Electrica Furnizare S.A. ("the Transaction") proposed to be concluded through Addendum no. 3 to the Loan Contract no. 56/03.09.2025, included in the Company's report on related party transactions dated 28 August 2026 ("the Related party report") (hereinafter "the Information relating to the Transaction") complies with the relevant requirements of Law no. 24/2017 for issuers of financial instruments and market operations, as subsequently amended and supplemented ("Law no. 24/2017"); and
- 2) whether the Transaction consideration was determined by the Company's management on the basis of:
 - the considerations in the Company's transactions with unrelated third parties, for identical or similar goods or services, entered into on identical or similar terms, or
 - where no such identical or similar transactions took place with unrelated third parties, based on observable market prices for similar goods or services adjusted for the differences in assumed rights and obligations, and/ or
 - on the basis of valuation reports prepared by external experts.

Based on the procedures performed and evidence obtained, nothing has come to our attention to cause us to believe that, in all material respects:

- the Information relating to the Transaction included in the Related party report does not comply with the requirements of art. 108 of Law no. 24/2017; and
- the Transaction consideration was not determined by the Company's management on the basis of:
 - the considerations in the Company's transactions with unrelated third parties, for identical or similar goods or services, entered into on identical or similar terms, or
 - where no such identical or similar transactions took place with unrelated third parties, based on observable market prices for similar goods or services adjusted for the differences in assumed rights and obligations, and/ or
 - on the basis of valuation reports prepared by external experts.

Our conclusion on the Information relating to the Transaction does not extend to any other information within the Related party report that accompanies or contains the Information relating to the Transaction and our report.

Basis for conclusion

We conducted our engagement in accordance with International Standard on Assurance Engagements (ISAE) 3000 (Revised), *Assurance Engagements Other Than Audits or Reviews of Historical Financial Information* issued by the International Auditing and Assurance Standards Board ("IAASB"). Our responsibilities under this standard are further described in the *Our responsibilities* section of our report.

We have complied with the independence and other ethical requirements of the International Code of Ethics for Professional Accountants (including International Independence Standards) issued by the International Ethics Standards Board for Accountants (IESBA).

Our firm applies International Standard on Quality Management (ISQM) 1, *Quality Management for Firms that Perform Audits or Reviews of Financial Statements, or Other Assurance or Related Services Engagements*, issued by the IAASB. This standard requires the firm to design, implement and operate a system of quality management, including policies or procedures regarding compliance with ethical requirements, professional standards and applicable legal and regulatory requirements.

We believe that the evidence we have obtained is sufficient and appropriate to provide a basis for our conclusion.

The purpose of our report

Our report is intended solely for the purpose of meeting the reporting obligations specified in art. 108(5) of Law no. 24/2017. As such, our report is prepared for the information and use of the Board of Directors of the Company and shall not be used for any other purpose or by any other parties.

Any party other than the Board of Directors of the Company that obtains access to our report or a copy of it and chooses to rely on our report (or part of it) will do so at its own risk. To the fullest extent permitted by law, we accept or assume no responsibility to any party other than the Company, for our work, for this independent limited assurance report, or for the conclusion we have reached. We performed our engagement to be able to report those matters that we must report in an independent limited assurance report, and not for any other purposes. This report refers only to the Information relating to the Transaction as reported in the Company's Related party report and should not extend to the Company's financial statements or other reports of the Company, individually, or taken as a whole.

Our conclusion is not modified in respect of this matter.

Responsibilities of the management of the Company

The Company's management is responsible for the preparation of the Information relating to the Transaction included in the Related party report in accordance with the requirements of Law no. 24/2017 and for the appropriate determination of the terms and conditions of the Transaction. This responsibility includes:

- designing, implementing, and maintaining internal controls relevant to the preparation of the Information relating to the Transaction free from material misstatement whether due to fraud or error, and relevant to the determination of the terms and conditions of the Transaction free from material noncompliance with applicable legislation;
- selecting or developing suitable criteria for preparing the Information relating to the Transaction included in the Related party report, and establishing its terms and conditions based on the analysis performed, and appropriately referring to or describing the criteria used in the Related party report; and

- ensuring that the supporting evidence underlying the preparation of the Information relating to the Transaction, and underlying the determination of its terms and conditions, as well as the evidence provided to the auditor, are complete, accurate and justified.

Our responsibilities

We are responsible for:

- planning and performing the engagement to obtain limited assurance about whether the Information relating to the Transaction is free from material misstatement, whether due to fraud or error, and whether the terms and conditions of the Transaction have been determined by the Company's management on the basis of:
 - the considerations in the Company's transactions with unrelated third parties, for identical or similar goods or services, entered into on identical or similar terms, or
 - where no such identical or similar transactions took place with unrelated third parties, based on observable market prices for similar goods or services adjusted for the differences in assumed rights and obligations, and/or
 - on the basis of valuation reports prepared by external experts;
- forming an independent conclusion based on the procedures we have performed and the evidence we have obtained; and
- reporting our conclusion to the Board of Directors.

Summary of the work we performed as the basis for our conclusion

We exercised professional judgment and maintained professional skepticism throughout the engagement. We designed and performed our procedures to obtain evidence about the Information relating to the Transaction, as well as its terms and conditions as determined by the management of the Company, that is sufficient and appropriate to provide a basis for our conclusion. The nature, timing, and extent of the procedures selected depended on our judgment, including an assessment of the risks of material misstatement of the Information relating to the Transaction and of material noncompliance of the basis on which its terms and conditions were determined, whether due to fraud or error. We identified and assessed the risks of material misstatement through understanding the Transaction, the process applied by management to determine its terms and conditions and the engagement circumstances. We also obtained an understanding of the internal control relevant to the Information relating to the Transaction and the determination of its terms and conditions in order to design procedures that are appropriate in the circumstances but not for the purpose of expressing an opinion on the effectiveness of internal controls. In carrying out our engagement, the procedures we performed primarily consisted of the following:

- inquiring the Company's personnel to obtain an understanding of the Transaction and of the process followed by the management of the Company to determine the terms and conditions of the Transaction, which were determined based on a transfer prices analysis prepared by an external expert;
- performing additional procedures to obtain supporting evidence for the Information relating to the Transaction, such as obtaining the underlying Transaction details, in respect of, among other things, nature of the relationship with the related party and its name, date and subject of the transaction, description of its subject matter, its amount and payment terms;

- obtaining the Company's analysis of the terms and conditions of the Transaction and third party transactions analysed in order to determine the terms and conditions of the Transaction, and inspecting the supporting evidence (e.g. transfer pricing analysis performed by an external expert); and
- evaluating the competence, capabilities and objectivity of the experts/ specialists responsible for performing the transfer pricing analysis.

Our procedures have been performed solely on the Information related to Transaction included in the Related party report and the specific Transaction's terms and conditions. We have not performed any procedures to evaluate the completeness of the transactions that are required to be reported in the Related party report against the requirements of Law no. 24/2017.

The procedures performed to obtain evidence in a limited assurance engagement vary in nature and timing from, and are less in extent than for, a reasonable assurance engagement. Consequently, the level of assurance obtained in a limited assurance engagement is substantially lower than the assurance that would have been obtained had a reasonable assurance engagement been performed.

On behalf of KPMG Audit S.R.L.:



Andreea Vasilescu

registered in the public electronic register of financial auditors and audit firms with registration number AF2689

registered in the public electronic register of financial auditors and audit firms with registration number FA9

Bucharest, 28 August 2026

