

Enefit Green AS

Commercial Registry number: 11184032

Registered office: Lelle 22, Tallinn 11318

REPORT OF THE SUPERVISORY BOARD

on the financial year 2022

This report of the supervisory board of Enefit Green AS has been prepared in accordance with section 333 (1) of the Commercial Code for presentation with the annual report for 2022.

Supervisory Board of Enefit Green AS

Effective from 21 October 2021, the members of the Supervisory Board of Enefit Green AS are Hando Sutter, Andri Avila, Raine Pajo, Erkki Raasuke and Anne Sulling. The latter two are independent in the meaning of the Corporate Governance Recommendations promulgated by the Tallinn Stock Exchange. The members of the Supervisory Board have elected Hando Sutter as the Chairman of the Supervisory Board.

The members of the supervisory board who represent Eesti Energia AS are not remunerated. Consistent with the resolution of the shareholder of 14 October 2021, the remuneration of the independent members of the supervisory board is €1,000 per month. Based on the above, both Erkki Raasuke and Anne Sulling have been paid a fee in the amount of 12,000 euros in 2022.

As a rule, the Supervisory Board meets once a month. In 2022 the Supervisory Board held 14 meetings or electronic votes.

Annual report of Enefit Green AS for 2022

The Supervisory Board of Enefit Green AS approved the annual report for 2022 (including a description of compliance with the Corporate Governance Recommendations), which had been prepared by the management board, on 27 March 2023.

The Supervisory Board also approved the profit allocation proposal accompanying the annual report for 2022, which had been prepared by the Management Board as follows:

Enefit Green AS's total consolidated retained earnings as at 31 December 2022 were €228,190k, including net profit for 2022 of €110,207k.

To allocate the 2022 profit as at 31 December 2022 as follows:

1. to distribute a dividend of €54,969k (€0.208 per share) to the shareholders;
2. to transfer €2,297k to the statutory capital reserve;
3. to retain the remaining €52,941k as retained earnings.

The Supervisory Board of Enefit Green AS decided to submit the annual report for 2022 together with the accompanying profit allocation proposal for approval by the shareholders.

Responsibilities of the supervisory board and significant matters addressed in 2022

The main responsibilities of the Supervisory Board are planning Enefit Green AS's activities, adopting major strategic decisions for the Enefit Green group, organising the management of the company and overseeing the activities of the Management Board.

The Supervisory Board regularly reviews and approves the Group's long-term strategy, annual operational goals and annual budget, receives overviews of the significant observations made as a result of the work of the Internal Audit Department, the most important risks of the Group, their management, and mitigation activities and

development projects. The Supervisory Board participates in making the important decisions concerning the activities of the Group, such as concluding and changing the terms and conditions of major contracts, making investment decisions, raising loan capital, disposing of assets, etc.

During the financial year 2022, the supervisory board of Enefit Green AS discussed the following significant matters and adopted resolutions on them:

1. approval of the annual report and the allocation of profit for 2021;
2. approval of Enefit Green's budget for 2022;
3. adoption of an investment decision for the Purtse wind farm (Estonia);
4. adoption of an investment decision for the Debnik solar farm (Poland);
5. participation in the Sopi solar farm land auction organized by RMK;
6. sale of shareholding in Windcontroller OY;
7. conclusion of long-term electricity sales contracts for both development projects and operating assets;
8. conclusion of Enefit Green AS loan agreements;
9. approval of the strategy of Enefit Green AS for 2022-2026;
10. acquisition of Tootsi Windpark OÜ from Eesti Energia AS;
11. adoption of an investment decision for the Purtse solar farm (Estonia);
12. approval of Enefit Green's budget for 2023;
13. exiting the renewable energy support scheme in Lithuania and Latvia;
14. adoption of an investment decision for the Sopi and Tootsi wind farms (Estonia);
15. adoption of an investment decision for the Kelme I wind farm (Lithuania);
16. approval of the agenda of the annual general meeting of Enefit Green;
17. approval of the return expectations for the operating assets and development projects of Enefit Green

The Audit Committee, acting as an advisory body to the Supervisory Board, held 13 meetings in 2022. The information on the attendance of the members of the Audit Committee at committee meetings and the remuneration paid is brought out in the annual report. The Audit Committee monitored and assessed the following areas of activity: financial reporting and budgeting, external and internal audit activities, organisation of risk management, functioning, governance and compliance of the internal control system, including transactions with related parties. The Audit Committee has provided an ongoing overview of its activities at the meetings of the Supervisory Board and submitted an activity report for 2022 to the Supervisory Board in February 2023.

According to the understanding of the Supervisory Board, the Management Board has referred all issues that go beyond the scope of daily economic activities to the Supervisory Board for approval in accordance with the law and the Articles of Association.

/signed digitally/

Hando Sutter
Chairman of the Supervisory Board