

**EDP FINANCE B.V.**  
**Amsterdam**

**INTERIM REPORT**  
**June 30, 2023**

# EDP FINANCE Amsterdam

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**EDP FINANCE Amsterdam**

**RESPONSIBILITY STATEMENT**

The Managing Directors of the Company wish to state:

1. That the financial statements give a true and fair view of the assets, liabilities, financial position and profit or loss of EDP Finance B.V.;
2. That the interim report gives a true and fair view of the position as per the balance sheet date and the development during the financial period of EDP Finance B.V. in the semi-annual financial statements, together with a description of principal risks it faces.

Amsterdam, 27 July 2023

The Managing Directors:

EDP – Energias de Portugal S.A.

Hiebendaal, D.

Spreeuwiers, D. M. A.

TMF Netherlands B.V.

## **EDP FINANCE Amsterdam**

### **REPORT OF THE MANAGEMENT BOARD**

The Managing Directors of EDP Finance B.V. (hereinafter “the Company”) submit the interim report and the condensed financial statements of the Company for the period ended 30 June 2023.

#### PRINCIPAL ACTIVITIES AND BUSINESS REVIEW

##### General

The Company was incorporated under the laws of The Netherlands on 1<sup>st</sup> October 1999.

##### Activities

The principal activity of the Company is to act as a finance company to EDP Group. The policy of the group is to centralize financing in EDP – Energias de Portugal S.A. (hereinafter “EDP S.A.”) and the Company.

##### Results

During the six-month period under review, ending on 30 June 2023, the Company recorded a loss of 4,789 thousand Euros (six-month period ending 30 June 2022 – profit 5,709 thousand Euros). The decrease in results YoY is essentially due to the YoY (i) buyback in March 2022 by EDP SA of a bond fully subscribed by EDP Finance BV that provided an one-off anticipation, partially offset by: (ii) net margin improvement due to additional long-term loans granted to other EDP Group companies since June 2022.

Assets maturing during the second half of 2023 bear lower interest rate levels than current market funding conditions, which should continue to improve the net interest margin.

##### Relevant events in the first half year of 2023

In March 2023, EDP Finance B.V repaid a EUR 600 million bond issued in March 2018 that carried a coupon of 2.375%.

In April, the Company issued a 5-year SGD 1,000 million loan facility, strengthening EDP’s commitment with the APAC region.

## **EDP FINANCE Amsterdam**

### **REPORT OF THE MANAGEMENT BOARD**

#### FUTURE DEVELOPMENTS

Given the strong equity position of the Company, as well as the cash flow expected to be generated by the Group and the available liquidity, the Company expects to continue its normal course of business during the second half of the year, as in the previous years.

#### KEEP WELL AGREEMENT

During the period under review, there were no changes to the keep-well agreement between EDP S.A. and the Company, signed on 14 March 2001.

#### AUDIT COMMITTEE

The Company makes use of the exemption to establish its own Audit Committee, based on Article 3a of the Royal Decree of 26 July 2008 implementing article 41 of the EU Directive 2006/43/EG. The Audit Committee of the parent company, EDP S.A., will act as Audit Committee for the Company. This Committee is composed as follows:

- João Carvalho das Neves: President
- María del Carmen Rozado: Member
- Sofia Salgado Pinto: Member

Amsterdam, 27 July 2023

The Managing Directors:

EDP – Energias de Portugal S.A.

Hiebendaal, D.

Spreeuwers, D. M. A.

TMF Netherlands B.V.

**EDP FINANCE Amsterdam****INTERIM FINANCIAL STATEMENTS****CONDENSED COMPANY INCOME STATEMENT FOR THE SIX-MONTH PERIOD  
ENDED 30 JUNE 2023 AND 2022**

Thousand Euros	2023	2022
Interest income	167,747	132,192
Interest expenses	-166,492	-116,835
Net interest income / (expenses)	1,255	15,357
Net other financial income and expenses	-7,276	-7,207
Net financial income / (expenses)	-6,021	8,150
Other income / (expenses)		
Services rendered	530	213
Supplies and services	-917	-630
Personnel costs	-64	-68
Profit / (Loss) before income tax	-6,472	7,665
Tax (expense) / benefit	1,683	-1,956
<b>Net profit for the period</b>	<b>-4,789</b>	<b>5,709</b>

**EDP FINANCE Amsterdam**

**INTERIM FINANCIAL STATEMENTS**

**CONDENSED COMPANY STATEMENT OF OTHER COMPREHENSIVE INCOME  
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2023 AND 2022**

Thousand Euros	2023	2022
<b>Net profit for the period</b>	-4,789	5,709
<b>Items that are or may be reclassified to profit or loss</b>		
Cost of hedging reserve	459	-3,312
Tax effect of cost of hedging reserves	-119	829
<b>Other comprehensive income for the period (net of income tax)</b>	340	-2,483
<b>Total comprehensive income for the period</b>	-4,449	3,226

## EDP FINANCE Amsterdam

### INTERIM FINANCIAL STATEMENTS

#### CONDENSED COMPANY STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2023 AND 31 DECEMBER 2022

(Before proposed appropriation of profit)

Thousand Euros	2023	2022
<b>Assets</b>		
Loans to and receivables from group entities	7,078,025	6,151,346
Derivative financial instruments	110,854	121,500
Deferred tax assets	5,133	5,107
Total Non-Current Assets	7,194,012	6,277,953
Loans to and receivables from group entities	3,759,258	5,264,629
Derivative financial instruments	17,970	37,763
Debtors and other assets	22,552	539
Tax receivable	2,341	822
Cash and cash equivalents	693,324	357,384
Total Current Assets	4,495,445	5,661,137
<b>Total Assets</b>	<b>11,689,457</b>	<b>11,939,090</b>
<b>Equity</b>		
Share capital	2,000	2,000
Share premium	11,980	11,980
Reserves and retained earnings	108,109	114,200
Profit / (loss) for the period	-4,789	-6,431
<b>Total Equity</b>	<b>117,300</b>	<b>121,749</b>
<b>Liabilities</b>		
Debt securities	7,054,388	8,446,971
Loans and credit facilities from third parties	993,855	326,299
Derivative financial instruments	130,258	186,516
Total Non-Current Liabilities	8,178,501	8,959,786
Debt securities	2,214,804	1,469,074
Loans and credit facilities from third parties	317,430	753,938
Loans from group entities	792,955	28,251
Amounts owed on commercial paper	-	600,000
Derivative financial instruments	44,722	5,149
Trade and other payables	23,745	1,143
Total Current Liabilities	3,393,656	2,857,555
<b>Total Liabilities</b>	<b>11,572,157</b>	<b>11,817,341</b>
<b>Total Equity and Liabilities</b>	<b>11,689,457</b>	<b>11,939,090</b>



## EDP FINANCE Amsterdam

### INTERIM FINANCIAL STATEMENTS

#### CONDENSED COMPANY STATEMENT OF CHANGES IN EQUITY AS AT 30 JUNE 2023 AND 31 DECEMBER 2022

Thousand Euros	Total Equity	Share capital	Share premium	Cost of hedging reserve	Retained earnings	Profit for the period
<b>Balance as at 31 December 2021 - fully attributable to owners</b>	<b>129,999</b>	<b>2,000</b>	<b>11,980</b>	<b>2,476</b>	<b>103,070</b>	<b>10,473</b>
Prior year profit	-	-	-	-	10,473	-10,473
Comprehensive income:						
Net profit for the period	5,709	-	-	-	-	5,709
Changes in the cost of hedging reserve net of taxes	-2,483	-	-	-2,483	-	-
Total comprehensive income for the period	3,226	-	-	-2,483	-	5,709
<b>Balance as at 30 June 2022 - fully attributable to owners</b>	<b>133,225</b>	<b>2,000</b>	<b>11,980</b>	<b>-7</b>	<b>113,543</b>	<b>5,709</b>
<b>Balance as at 31 December 2022 - fully attributable to owners</b>	<b>121,749</b>	<b>2,000</b>	<b>11,980</b>	<b>657</b>	<b>113,543</b>	<b>-6,431</b>
Prior year profit	-	-	-	-	-6,431	6,431
Comprehensive income:						
Net profit for the period	-4,789	-	-	-	-	-4,789
Changes in the cost of hedging reserve net of taxes	340	-	-	340	-	-
Total comprehensive income for the period	-4,449	-	-	340	-	-4,789
<b>Balance as at 30 June 2023 - fully attributable to owners</b>	<b>117,300</b>	<b>2,000</b>	<b>11,980</b>	<b>997</b>	<b>107,112</b>	<b>-4,789</b>

## INTERIM FINANCIAL STATEMENTS

CONDENSED COMPANY STATEMENT OF CASH FLOWS AS AT 30 JUNE 2023  
AND 2022

Thousand Euros	Jun 2023	Jun 2022
<b>Cash flows from operating activities</b>		
Profit / (loss) for the period	-4,789	5,709
<b>Adjustments for:</b>		
Net interest income / (expense)	-1,255	-15,357
Net other financial income and expenses	-10,133	-553,387
Tax income	-1,683	1,956
	-17,860	-561,079
<b>Changes in:</b>		
Loans to and receivables from group entities	575,068	551,331
Debtors and other assets	-732	-383
Amounts owed on commercial paper	-600,000	-140,000
Loans from group entities	764,247	17,547
Trade and other payables	1,211	423
	721,934	-132,161
Interest received	123,737	58,179
Interest paid	-146,912	-112,290
Tax received / (paid)	-34	-2,991
<b>Net cash used in operating activities</b>	<b>698,725</b>	<b>-189,263</b>
<b>Cash flows from financing activities</b>		
Proceeds from issued debt securities	-	1,250,000
Redemption of debt securities	-600,000	-1,006,850
Proceeds of loans and credit facilities from third parties	684,978	300,559
Redemption of loans and credit facilities from third parties	-450,085	-
<b>Net cash flow from financing activities</b>	<b>-365,107</b>	<b>543,709</b>
<b>Net increase / (decrease) in cash and cash equivalents</b>	<b>333,618</b>	<b>354,446</b>
Cash and cash equivalents at the beginning of the year	357,384	661,138
Effect of exchange rate fluctuations on cash and cash equivalents	2,322	62,796
<b>Cash and cash equivalents at the end of the period (*)</b>	<b>693,324</b>	<b>1,078,380</b>

## **EDP FINANCE Amsterdam**

### **INTERIM FINANCIAL STATEMENTS**

#### 1. GENERAL

The principle activity of the Company is to act as a finance company.

#### 2. ACCOUNTING POLICIES

The financial information presented in this Interim Report was prepared under the same accounting principles as in the 2022 Annual Report.

#### 3. ISSUED SHARE CAPITAL

The authorised share capital of the Company consists of 80,000 shares of 100 Euros each, of which 20,000 shares have been issued and fully paid-up.

#### 4. UNDISTRIBUTED RESULTS

The Company allocated the loss for the year 2022, being 6,431 thousand Euros, to accumulated results.

#### 5. ISSUED MEDIUM TERM NOTES

No Bonds were issued by the Company in the first half of 2023, under the EDP S.A. and EDP Finance B.V.'s "Programme for the Issuance of Debt Instruments" (EMTN).

#### 6. NET FINANCIAL INCOME

In June 2023, the Company's decreased its net financial income YoY mainly due to: (i) buyback in March 2022 by EDP SA of a bond fully subscribed by EDP Finance BV that provided an one-off anticipation, partially offset by: (ii) net margin improvement due to additional long-term loans granted to other EDP Group companies since June 2022.

**EDP FINANCE Amsterdam**

**OTHER INFORMATION**

SUBSEQUENT EVENTS

No subsequent events to be reported have occurred.

AUDIT

The interim report is not audited.