



TO BME GROWTH

Barcelona, 3 October 2022

Pursuant to article 17 of Regulation (EU) 596/2014 of the European Parliament and of the Council of 16 April, on market abuse, and article 226 of the consolidated text of the Spanish Stock Market Act, approved by Royal Legislative Decree 4/2015 of 23 October and its concordant provisions, as well as Circular 3/2020 of the BME Growth segment of BME MTF Equity, Holaluz-Clidom, S.A. ("Holaluz" or the "Company") hereby discloses the following

INSIDE INFORMATION

Holaluz has decided to decommission its gas commercialisation business.

Holaluz initiated gas commercialisation in November 2015 as a supplementary offering to electricity customers -connected to 100% green energy- on specific demand of those customers. This activity has never been strategic for Holaluz and it is now time to exit.

There are three main reasons for this decision:

- 1.** The current energy system is under significant stress. Fossil fuels are responsible for a great part of the Climate deterioration we are facing, gas prices are skyrocketing faster due to the war in Ukraine and this shock in the energy system is already generating substantial financial and economic tensions. As a result, gas bills this coming winter will likely pose a significant challenge to households' finances.
- 2.** In this context, the Spanish Government provides a regulated gas tariff at significantly below market prices (Tarifa TUR) which almost every retail customer can now access. This fact should allow our customers to get through this coming winter in significantly better conditions than with any liberalised company such as ours.
- 3.** Finally, and the most important of the three reasons, we, Holaluz, do have a structural solution for the whole energy system: The Rooftop Revolution. By turning rooftops into green electricity, by turning buildings into new green power plants for everybody -not just for the family living underneath it- we will be able to deliver green energy for the next few decades at a fraction of the current price.

The gas decommissioning brings Holaluz closer to its founding purpose. It also accelerates its impact objectives set in its ESG policy. The cessation of gas commercialization will lead to a drastic reduction of the carbon footprint and accelerates Holaluz's commitment to decarbonization and the objectives of the Paris Agreement.

With the ambition to put the customer at the core of our decisions and in the current unprecedented context of gas prices, the company has taken the decision to refer the customers to the regulated tariff, whose price is fixed by the government. This will allow them to continue to meet their needs under the best existing conditions.

For 2022, at Holaluz, the decommissioning of gas commercialisation is estimated to generate a negative impact on EBITDA of approximately €3.9 million. Holaluz will aim to offset this loss of EBITDA through the sale of the gas it has in inventory. Given future prices at the time of writing, this may however not take place until 2023 (the mark to market of the inventory using 2023 prices at the time of writing is a positive €3.2 million).

For 2023, the impact of the decommissioning of gas commercialisation would be a negative impact of €6 million when compared to the targets published in April 2022. However, the significant increase in gas prices would most probably also have led to higher non-payments than originally forecasted.

It will as well have a positive impact on working capital of between € 2 and 15 million depending on seasonality. The funds released by this decision will be redeployed towards the solar segment.

The number of contracts affected is around 70,000. There will be a non-cash write-off of €4.5-5m relating to capitalised customer acquisition costs.

Holaluz will update the strategic targets made public in April 2022 in the coming weeks in order to incorporate the impact of this decision.

In compliance with the provisions of BME MTF Equity Circular 3/2020, it is hereby expressly stated that the information provided has been prepared under the sole responsibility of the Company and its directors.

Philippe Protto

Chief Financial Officer
HOLALUZ-CLIDOM, S.A