



Public
Power
Corporation

From:
Public Power Corporation S.A.
30 Chalkokondili Street, Athens 104 32,
Greece

To:
HSBC Bank plc Issuer Services, Level 22
8 Canada Square
London E14 5HQ
E-mail: ctla.trustee.admin@hsbc.com
Attention: Issuer Services Trustee Administration

Dated: 15/03/2023

PPC S.A.
SUSTAINABILITY-LINKED BOND PERFORMANCE REPORT

Dear Sirs and Madams,

- 1) We refer to the Sustainability-Linked Bond Framework (February 2021). This is a Sustainability-Linked Bond Performance Report. Terms defined in the Sustainability-Linked Bond Framework have the same meaning in this Sustainability-Linked Bond Performance Report, unless given a different meaning in this Sustainability-Linked Bond Performance Report.
- 2) We hereby declare that on the target observation date (31.12.2022):
 - a. Sustainability Performance Target (SPT)/KPI pursuant to section 2b (calibration of Sustainability Performance Target) of the Sustainability-Linked Bond Framework was not met as follows:
 - i. The SPT/KPI for percentage reduction of Scope 1 GHG emissions for the financial year 2022, in comparison to financial year 2019 was 40%. The value achieved was 36%
- 3) Attached in the Annex hereto is a true, complete, and up-to-date copy of the Independent accountant's assurance report on PPC's Sustainability Performance Target (SPT)/KPI for 2022.
- 4) On the basis of paragraph 2 above, we confirm that pursuant to section 2c (bond characteristics) and other applicable provisions of the Sustainability-Linked Bond Framework:
 - a. Interest rate step-up of 50bps will apply from the next coupon date on October 2, 2023.

Yours faithfully,

Konstantinos Alexandridis
Group Chief Financial Officer
For and on behalf of the Public Power Corporation S.A.



**Building a better
working world**

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Independent accountant's assurance report

To the management of Public Power Corporation S.A.

Scope

We have undertaken a limited assurance engagement of the PPC's performance for the Scope 1 CO₂ emissions reduction Key Performance Indicator/KPI- Sustainability Performance Target/SPT (here after "Subject Matter"), as defined in the Sustainability-linked bond framework (dated February 2021) and included in the accompanying GHG statement of PPC S.A. entitled Sustainability-Linked Bond Framework Performance Report (here after 'Report') based on the preliminary Scope 1 GHG emissions calculations performed by PPC S.A., as of 15/03/2023 for the target observation date (31.12.2022) for the financial year 2022.

Sustainability-Linked Bond Framework Performance Report KPI/SPT
Reduction in PPC's scope 1 CO ₂ emissions by 40% for the financial year 2022 from 2019 base year (2019: 23,1 mtons to 2022: 13,9 mtons).

Other than as described in the preceding paragraph, which sets out the scope of our engagement, we did not perform assurance procedures on the remaining information included in the Report, and accordingly, we do not express a conclusion on this information.

Criteria applied by Public Power Corporation S.A.

In preparing Sustainability-Linked Bond Framework Performance Report, PPC S.A. applied the Criteria included in the February 2021 Sustainability-Linked Bond Framework (here after "Framework"). Such Criteria were specifically designed for PPC S.A.'s mandatory reporting requirement included in the Framework. As a result, the subject matter information may not be suitable for another purpose.

Public Power Corporation S.A.'s responsibilities

PPC S.A.'s management is responsible for selecting the Criteria, and for presenting the Report in accordance with that Criteria, in all material respects. This responsibility includes establishing and maintaining internal controls, maintaining adequate records and making estimates that are relevant to the preparation of the GHG statement, such that it is free from material misstatement, whether due to fraud or error.

EY's responsibilities

Our responsibility is to express a conclusion on the presentation of the Subject Matter based on the evidence we have obtained.

Our engagement was conducted in accordance with the International Standard for Assurance Engagements on Greenhouse Gas Statements ('ISAE 3410'), and the terms of reference for this engagement as agreed with PPC S.A. on 15/03/2023. Those standards require that we plan and perform our engagement to obtain limited assurance about whether, in all material respects, the



Subject Matter is presented in accordance with the Criteria, and to issue a report. The nature, timing, and extent of the procedures selected depend on our judgment, including an assessment of the risk of material misstatement, whether due to fraud or error.

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

Our Independence and Quality Control

We have maintained our independence and confirm that we have met the requirements of the Code of Ethics for Professional Accountants issued by the International Ethics Standards Board for Accountants and have the required competencies and experience to conduct this assurance review.

EY also applies International Standard on Quality Control 1, *Quality Control for Firms that Perform Audits and Reviews of Financial Statements, and Other Assurance and Related Services Engagements*, and accordingly maintains a comprehensive system of quality control including documented policies and procedures regarding compliance with ethical requirements, professional standards and applicable legal and regulatory requirements.

Description of procedures performed

Procedures performed 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. Our procedures were designed to obtain a limited level of assurance on which to base our conclusion and do not provide all the evidence that would be required to provide a reasonable level of assurance.

Although we considered the effectiveness of management's internal controls when determining the nature and extent of our procedures, our assurance engagement was not designed to provide assurance on internal controls. Our procedures did not include testing controls or performing procedures relating to checking aggregation or calculation of data within IT systems.

The Greenhouse gas quantification process is subject to scientific uncertainty, which arises because of incomplete scientific knowledge about the measurement of GHGs. Additionally, GHG procedures are subject to estimation (or measurement) uncertainty resulting from the measurement and calculation processes used to quantify emissions within the bounds of existing scientific knowledge.

The engagement consists of making enquiries, primarily of persons responsible for preparing the Report and related information and applying analytical and other relevant procedures.

Our procedures included:

- Reading the Sustainability-Linked Bond Framework to understand the KPI/SPT under the scope of the engagement.
- Interviewing selected PPC S.A. personnel to understand relevant policies and procedures.
- Reading documents relevant to the Scope 1 emissions calculations regarding the KPI/SPT.
- Seeking PPC S.A.'s management representation on key assertions.

- Reading the Sustainability-Linked Bond Framework Performance Report dated 15/03/2023 for the appropriate transposition and presentation of the KPI/SPT data under the scope of our limited assurance engagement.

We also performed such other procedures as we considered necessary in the circumstances.

Conclusion

Based on our procedures and the evidence obtained, we are not aware of any material modifications that should be made to the Sustainability-Linked Bond Framework Performance Report as of 15/03/2023 for the target observation date (31.12.2022) for the financial year 2022, in order for it to be in accordance with the Criteria.

Restricted use

This report is intended solely for the information and use of PPC S.A. in accordance with the terms of reference agreed between us on 15th March 2023 and will not be used for any other purpose other than those mentioned in the "Criteria applied by PPC S.A." section above.

Athens, 15 March 2023

For and on behalf of

ERNST & YOUNG (HELLAS)
Certified Auditors Accountants S.A.



Nikos Ntiptsis
Partner - Certified Auditor Accountant