

## COMMUNICATION

In compliance with its obligation to provide notification on extraordinary events as set out in Act CXX of 2001 on the Capital Market (hereinafter: Capital Market Act), **ALTEO Energiaszolgáltató Nyilvánosan Működő Részvénytársaság** (registered office: H-1131 Budapest, Babér u. 1-5.; company registration number: Cg.01-10-045985) (hereinafter: **“Company”** or **“ALTEO”**) hereby provides the following information:

The Company hereby informs investors that it is planning to carry out another public offering as part of the Central Bank of Hungary’s Bond Funding for Growth Scheme, based on authorization by the Board of Directors. The purpose of the bond issue is to finance the strategy aimed at accomplishing a HUF 20 billion investment volume (as announced last year) through bond with favorable parameters in the interest of the optimization of its cost of capital.

During the recent review, Scope has confirmed the ratings and has kept the Company’s bonds at BBB-. This result supports ALTEO’s management in raising additional funds through the Bond Funding for Growth Scheme.

The volume of the bond issue planned by the Company is HUF 3-4 billion. Taking advantage of the opportunity that the Bond Funding for Growth Scheme now also allows for the issuance of 20-year bonds, the Company feels it is possible to issue bonds with maturity exceeding 10 years, with bullet repayment upon maturity, given that among Hungarian issuers, ALTEO bonds hold one of the best international credit ratings. ALTEO plans to issue senior, unsecured bonds at the auction, and again plans to offer potential investors the commitments undertaken at last year’s issue. In line with the Company’s plans, the bonds will be issued as early as the first half of the fall. The detailed bond parameters will be finalized following investor feedback and determination of credit ratings on the new bond.

ALTEO is supported in the issuance process by Erste Bank Hungary Zrt., and the Company will inform its investors in due time of any further details.

Budapest, August 19, 2020

ALTEO Nyrt.

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