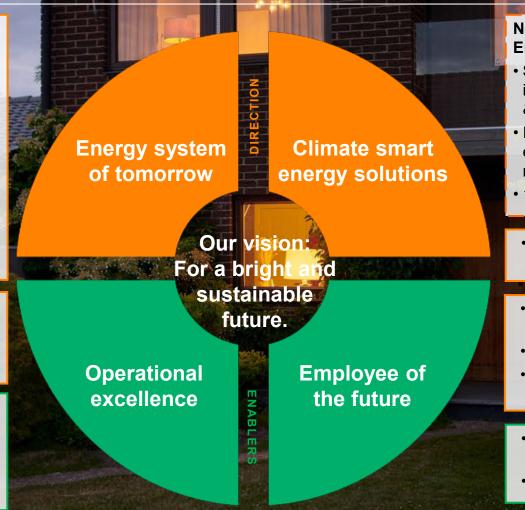
Half-year Report 2022 Investor presentation Johan Lindehag, CEO Jan Seveborg, Senior Vice President Treasury

Key financials January–June 2022

- Net sales amounted to SEK 3,814 million (3,675)
- Distributed electricity amounted to a total of 13.3 TWh (14.3)
- Operating profit amounted to SEK 1,194 million (1,229)
- Free cash flow totalled SEK 1,228 million (1,110)
- Capital expenditure amounted to SEK 1,391 million (1,477))

Strategic highlights January–June 2022

- · Investment projects run as planned.
- Beckomberga–Bredäng line connected to land.
- Digitisation project "Vision 2030" took-off.
- Northvolt announced plan for battery production at Kvarnsveden – Ellevio's network capacity a key prerequisite.
- Ellevio's largest transformer to date was transported to Tovåsen wind farm.
- High interest for wind power. Several larger network connections.
- Sweden's largest charging street inaugurated in Stockholm.
- Electricity Act and other legislation adapted to comply with EU law came into force 1 July.
- In June, the Court of Appeal ruled that today's Swedish regulation violates EU law.
- Electricity price compensation managed via deductions on invoices.
- New customer service center developed strongly – increased customer satisfaction.
- New user-friendly website launched.



New business area in the Group – Ellevio Energy Solutions (not part of Ellevio AB):

- Support business electrification. Focus on industry networks, energy storage, flexibility & charging solutions by Power as a Service.
- Investment decision in Sweden's largest energy storage system. Promoting renewable energy and network balance.
- 10% acquisition in Flower (form. Krafthem).
- Ellevio AB acquired Edsbyns Elverks's electricity network operations.
- 60% of customers now have the 2nd generation smart meter installed.
- Some 55,000 app accounts.
- Stable trend in customer driven investments.
- Ellevio ranked one of 10% best employers and named Excellent Employer 2022*.
- Continued high Employee Engagement.

Market update

War in Ukraine

- Rising prices for materials and components
- Ellevio has no own operations in Russia or Ukraine and no direct business contracts with Russia
- Crisis management team continuously monitors situation, works according to plan and is in contact with authorities

Market development

- Energy crisis in Europe affects both Ellevio and our customers
- Electricity consumption in Sweden expected to increase from 140 TWh to over 300 TWh by 2045
- Network investments in Sweden estimated to approx. SEK 670 billion by 2045. Important to achieve societal understanding of cost increases and need for sustainable and long-term revenue regulation

Higher costs due to electricity price development

Forecasts for September–December show continued record high electricity prices, which affects Ellevio's results
negatively as it leads to significantly higher costs both for the purchase of electricity due to network losses and for
transmission charges from TSO Svenska kraftnät.



Regulatory update

Ongoing legal process regarding the allowed revenue for the current regulatory period

- Ruling from the Administrative Court of Appeal in June 2022:
 - The ordinance violates EU law.
 - The court did not take a position on the level of revenue.
 - Ei will not have to consider the practice from earlier court rulings when it comes to deciding allowed revenue levels.
 - In July, Ellevio and some 100 other electricity distribution companies appealed the ruling to the Supreme Administrative Court. A leave to appeal is required.
 - On September 16th at the latest, the electricity distribution companies are required to submit complementary pleadings to the Supreme Administrative Court.

Cost-protection for high electricity prices

 The Government has assigned TSO Svenska kraftnät to investigate if electricity costumers (households as well as businesses) can be compensated via congestion revenues. A very extensive support of up to 90 BSEK.



Regulatory update

National electrification strategy presented early February 2022

- 67 measures to be implemented 2022–2024
- Ambition to contribute to fast and efficient electrification to achieve the national climate goals.

Clean Energy Package

 First legislative packages implemented 1 July, 2022 covering e.g. joint pricing, limitation of network operations, flexibility services and more.

"A climate-adapted environmental legislation for today and the future"

- Investigation finalized 15th May
- Several promising suggestions to short lead times for permit processes

Financials & Financing



Income statement

	Jan–Jun	Jan–Jun	Jan–Dec
MSEK	2022	2021	2021
Net sales	3,814	3,675	7,153
Capitalised own work	61	54	104
Other operating income	72	38	87
	3,948	3,766	7,344
OPERATING EXPENSES			
Costs for purchase and transit of power	-960	-847	-1,805
Other external expenses	-596	-562	-1,268
Employee benefit expense	-305	-284	-571
Depreciation, amortisation and impairment of property, plant and equipment and intangible assets	-894	844	-1,727
Operating profit	1,194	1,229	1,973
FINANCIAL INCOME AND EXPENSES			
Interest income and similar items	40	30	60
Interest expense and similar items	-1,310	-1,240	-2,485
Profit/loss after net financial income/expense	-76	19	-452
Appropriations	-	_	363
Profit/loss before tax	-76	19	-90
Income tax expense	-147	–160	-207
PROFIT/LOSS FOR THE PERIOD	-223	-141	-297



Balance sheet

MSEK	30 June 2022	30 June 2021	MSEK	30 June 2022	30 June 2021
ASSETS			EQUITY AND LIABILITIES		
NON-CURRENT ASSETS			Equity	8,863	7,928
Intangible assets	43,718	43,652	Untaxed reserves	960	1,323
Property, plant and equipment	37,870	36,266	Provisions	13,882	13,716
Non-current financial assets	8,868	7,272			
Total non-current assets	90,456	87,191	NON-CURRENT LIABILITIES		
			Bond loans	32,339	32,319
CURRENT ASSETS			Liabilities to credit institutions	6,118	6,061
Current receivables	2,147	2,059	Liabilities to Group companies	23,223	21,937
Cash and cash equivalents	15	13	Derivative instruments	31	_
Total current assets	2,162	2,072	Other non-current liabilities	2,861	2,037
TOTAL ASSETS	92,618	89,263	Total non-current liabilities	64,572	62,354
			Liabilities to credit institutions	354	318
			Other current liabilities	3,988	3,624
			Total current liabilities	4,341	3,942

TOTAL EQUITY AND LIABILITIES

89,263

92,618

Cash flow statement

MSEK	Jan–Jun 2022	Jan–Jun 2021	Jan–Dec 2021
Cash flow from operating activities	2,854	2,859	4,784
INVESTING ACTIVITIES			
Capital expenditure in intangible assets	-92	-56	-414
Capital expenditure in property, plant and equipment	-1,534	-1,693	-3,176
Acquisition of shares	-178	_	_
Cash flow from investing activities	-1,804	-1,749	-3,590
Cash flow before financing activities	1,050	1,110	1,194
of which free cash flow	1,228	1,110	1,194
FINANCING ACTIVITIES			
Borrowings	_	22	593
Repayment of borrowings	-684	-449	-283
Net borrowings/repayments of intra group loans	322	_	-367
Received interest	3	1	2
Paid interest	-687	-684	-1,139
Received/paid group contributions	0	0	0
Cash flow from financing activities	-1,047	-1,111	-1,196
CASH FLOW FOR THE PERIOD	3	0	-2

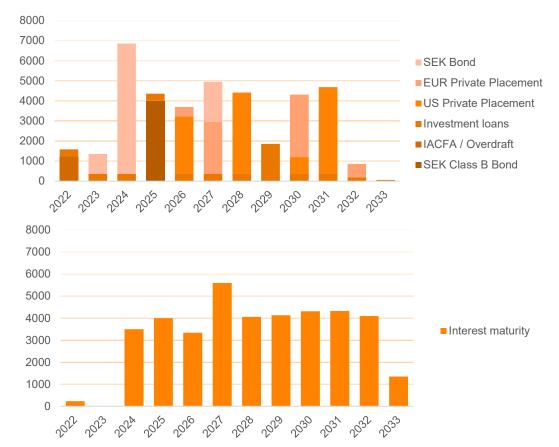
Financial covenants

Common Terms Agreement		30 June 2022 ACT	30 June 2023 FCT	Lock-up
Total Interest Cover Ratio	EBITDA less tax / Total Net Finance Charges	3.3x	3.3x	<1.5x
Total Leverage Ratio	Total Net Debt / Consolidated EBITDA	10.4x	10,8x	>11.9x
Senior Interest Cover Ratio	EBITDA less tax / Senior Class A Net Finance Charges	3.6x	3.7x	<1.7x
Senior Leverage Ratio	Senior Class A Net Debt / Consolidated EBITDA	9,3x	9,8x	>10.75x
Senior Historic Leverage Ratio	FFO / Senior Class A Net Debt	7.7%	N/A	<5%
Senior 3 year Forward Leverage Ratio	FFO / Senior Class A Net Debt	N/A	6,9%	<6%



Financing

- Total external net debt SEK 38,965 million (38,891)
- No new long-term debt raised during first half of 2022
- Hedging ratio 99%
- SEK 9,015 million of existing bank loan facilities (RCF and LF facilities) increased and extended to 2027
- In July 2022, S&P confirmed the "BBB" rating for Ellevio's senior secured (Class A) debt and the "BB+" rating for Ellevio's sub-ordinated (Class B) debt. Outlook for the rating is "stable".



Debt and interest maturity 30 June 2022, MSEK

Sustainability reporting update

The EU taxonomy

- In December 2021, criteria were decided for how different industries can be considered to contribute to the limitation of or adaptation to climate change (Environmental objectives 1 and 2). In Taxonomy's chapter 4.9 Ellevio's core business Transmission and distribution of electricity is described to be an enabling activity.
- In the <u>Annual and Sustainability report for 2021 (p. 80)</u>, Ellevio published estimations of the proportion of operations estimated to be taxonomy eligible (Sales, Capex, Opex).
- During 2022, Ellevio conducts a full evaluation of how large proportion of the operations that can be classified as sustainable, i.e. Taxonomy aligned.
 - Preliminary assessments from both Ellevio and other electricity network companies show that electricity networks are to a very large extent environmentally sustainable operations.

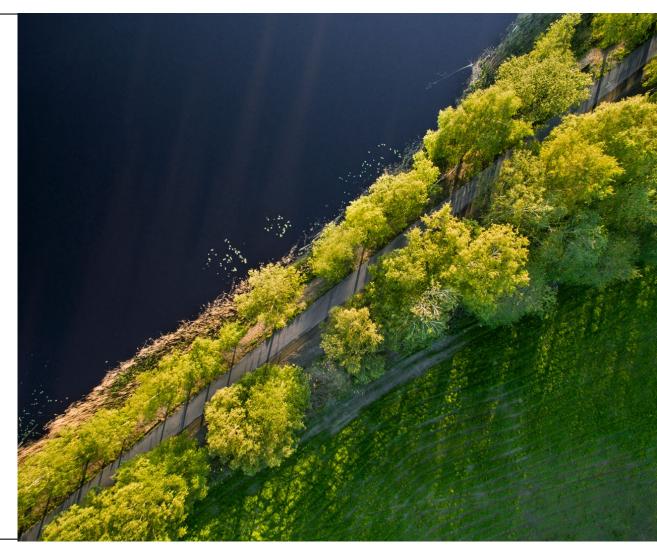
Percentage of operations taxonomy-eligible, 2021	Total	Taxonomy- eligible	Not taxonomy- eligible
Sales	7,153 MSEK	100%	-
Сарех	3,590 MSEK	98%	2%
Opex	593 MSEK	95%	5%

Ellevio sustainability report 2022

- Will be published in the end of April, 2023.
- Established based on Global Reporting Initiatives (GRI).
- Constitutes Ellevio's UN Global Compact Communication on Progress Report.
- Describes how Ellevio works with Agenda 2030.
- Contains reporting in accordance with TCFD and the EU taxonomy.

Summary

- A stable core business
- New business area launched within the Group (not Ellevio AB)
- Increasing electricity prices put focus on the industry
- Breakthrough in public debate on the climate transition's need for electrification and thus investments in the energy system
- Ellevio and the entire industry continue to push for a long-term stable and predictable regulation in RP4



ELLEVIO





Thank you for attending!

Financial calendar:

- 23 Feb, 2023 Year-end Report 2022
- 24 Feb, 2023 Investor Presentation Year-end Report 2022
- 27 April, 2023 Annual and Sustainability Report 2022
- 31 Aug, 2023 Half-year Report 2023
- 1 Sep, 2023 Investor Presentation Half-year Report 2023



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