

Report of the Supervisory Board

Ladies and Gentlemen,

The Supervisory Board remained in close contact with the Executive Board and management throughout the 2021/22 financial year to address the wide-ranging challenges triggered by the geopolitical and economic uncertainty in EVN's markets and the resulting energy market crisis.

Many diverse tasks – in part, of an unprecedented scope – required action and involved all organisational units in different ways. To name only a few examples, they ranged from issues related to supply security, in particular with regard to the procurement and storage of natural gas, to challenges for the regulatory mechanisms in South East Europe and the pressure on earnings in the energy supply business caused by the massive rise in procurement costs as well as the commitment of the customer relations staff to master the enormous communication flows that resulted from the increased need for assistance by our customers. In spite of this crisis, the Executive Board continued the implementation of the ambitious Strategy 2030 with its focus on the transformation towards a CO₂-neutral energy system.

In mastering the challenges created by the energy market crisis and in implementing the Strategy 2030, EVN has taken the right steps and met the current distortions with great resistance, as is also demonstrated by Group net result for 2021/22.

Fulfilment of duties

The Supervisory Board actively monitored and supported EVN's strategic steps as part of its designated responsibilities. Six plenary meetings and ten committee meetings were held during the reporting year, in which the Supervisory Board fulfilled the tasks and duties required by legal regulations and the company's by-laws. The Executive Board provided the Supervisory Board with regular, timely and comprehensive reports on all relevant aspects of business development, including the risk position and risk management of EVN and its key Group companies. This reporting, in particular, allowed the Supervisory Board to continuously supervise and support the Executive Board's management activities. The control functions exercised by the Supervisory Board within the framework

of open discussions with the Executive Board did not lead to any objections. Recommendations by the Supervisory Board were taken up by the Executive Board. Moreover, the Executive Board submitted the transactions requiring approval to the Supervisory Board for its decision.

Austrian Corporate Governance Code

EVN, as a listed company, is committed to compliance with the Austrian Corporate Governance Code. EVN complies in full with the Code in the January 2021 version. EVN complies with all C-Rules, with two exceptions. These exceptions are explained in the consolidated corporate governance report.

Consolidated corporate governance report

Schönherr Rechtsanwälte GmbH audited the consolidated corporate governance report for 2021/22, which was prepared by EVN in accordance with C-Rule 62 of the Austrian Corporate Governance Code and § 96 (2) of the Austrian Stock Corporation Act, and reported to the Executive Board, the Audit Committee and the Supervisory Board on their work. In a meeting on 14 December 2022, the Supervisory Board examined the consolidated corporate governance report as required by § 96 of the Austrian Stock Corporation Act and in accordance with the opinion 22 published by the Austrian Financial Reporting and Auditing Committee. This analysis was based on a report issued by the Audit Committee on 1 December 2022 and did not lead to any objections.

Remuneration policy and report

The 91st Annual General Meeting of EVN in January 2020 approved the principles of remuneration (remuneration policy) for the members of the Executive Board and Supervisory Board of EVN which were prepared by the Supervisory Board in accordance with §§ 78a and 98a of the Austrian Stock Corporation Act. On this basis, the Executive Board and Supervisory Board prepared a remuneration report for the 2021/22 financial year in accordance with §§ 78c and 98a of the Austrian Stock Corporation Act which will be presented to the 94th Annual General Meeting for voting.

Annual financial statements and consolidated financial statements

BDO Austria GmbH Wirtschaftsprüfungs- und Steuerberatungsgesellschaft was appointed to audit the financial statements for the financial year from 1 October 2021 to 30 September 2022. This firm examined the annual financial statements of EVN as of 30 September 2022, which were prepared in accordance with Austrian accounting regulations, and the management report submitted by the Executive Board. BDO presented a written audit report on the audit and issued an unqualified opinion.

The Supervisory Board received and reviewed the auditors' report. In accordance with § 92 of the Austrian Stock Corporation Act, the Audit Committee reported to the Supervisory Board on the results of the audit and its effects on financial reporting as well as the additional report prepared by the auditor based on the requirements of Art. 11 of Regulation (EU) No. 537/2014 on the statutory audit of public-interest entities.

Following a detailed analysis and discussions by the Audit Committee and the Supervisory Board, the Supervisory Board approved the following documents that were submitted by the Executive Board: the annual financial statements as of 30 September 2022 together with the notes, the management report together with the non-financial statement, and the consolidated corporate governance report as well as the recommendation for the use of profits. The annual financial statements as of 30 September 2022 were thereby approved in accordance with § 96 (4) of the Austrian Stock Corporation Act.

The consolidated financial statements were prepared in accordance with International Financial Reporting Standards (IFRS) and, together with the management report, also audited by BDO Austria GmbH Wirtschaftsprüfungs- und Steuerberatungsgesellschaft, which issued an unqualified opinion. The Audit Committee reviewed the consolidated financial statements together with the management report and consolidated non-financial report and reported on its activities to the Supervisory Board, which subsequently approved these documents.

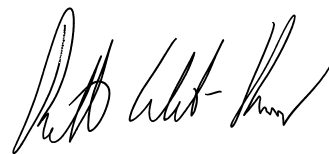
It should be noted that the consolidated non-financial report includes, for the first time, a report in accordance with Regulation (EU) 2020/852 of the European Parliament and the Council from 18 June 2020 on the establishment of a framework to facilitate sustainable investments and to amend Regulation (EU) 2019/2088 (EU Taxonomy Regulation). This report by EVN exceeds the requirements for limited disclosures in the first year of application and already includes material aspects of reporting in the sense of full application. BDO Austria GmbH Wirtschaftsprüfungs- und Steuerberatungsgesellschaft was responsible for a limited assurance audit of the consolidated non-financial report for the 2021/22 financial year. The audit was performed in agreement with the requirements of the Austrian Sustainability and Diversity Improvement Act, respectively with § 267a of the Austrian Commercial Code and GRI standards 2016 option "core" as well as Article 8 of the EU Taxonomy Regulation (2020/852) in connection with Article 10 para. 2 and para. 4 of the delegated regulation of the European Commission (2021/2178) and in connection with Article 9 letter a and b of the EU Taxonomy Regulation (2020/852).

In conclusion, the Supervisory Board would like to thank the Executive Board and all employees of the EVN Group for their performance and commitment during the 2021/22 financial year. Special thanks are also directed to EVN's shareholders, customers and partners for their trust in the company.

This report to the Annual General Meeting was unanimously approved by the Supervisory Board.

Maria Enzersdorf, 14 December 2022

On behalf of the Supervisory Board



Bettina Glatz-Kremsner
President