

2024: Elia Group's Half-Year Results

Analyst & investor call

24.07.2024



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Agenda

01. Highlights

02. Half-year results 2024

03. Outlook



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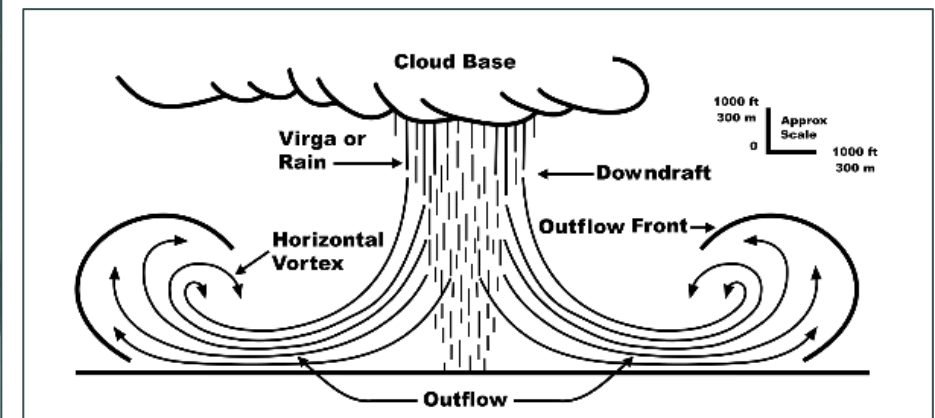
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**You must read
the following
before continuing**

Highlights





I commit the 'Code of Conduct', it is also to prevent employees from breaching any Company legislation with regard to the use of privileged information or market manipulation. Senior management consistently ensures that employees comply with internal values and procedures and where applicable - where any actions deemed necessary, is taken in the company regulations and employment contracts. elia Group ensures its employees do not use privileged information to gain personal or commercial advantage or other organizations' - non-authorized persons, nor are permitted for the same. Disputing gifts to entertainment is also prohibited. elia Group is also a member of the Code of Ethics. Moreover, the Code of Ethics prohibits all forms of racism and discrimination, promotes equal opportunities for all employees, and ensuring the protection and confidentiality of all systems.

ment must abide by the Act and all associated in all conduct, respect, privacy, health and safety and social considerations, which is possible in such approach is to place the safety chain responsibility

the report is to be aware of the Code of Ethics and its management team, in addition to the internal and external stakeholders to ensure the Code of Ethics which may harm the group's reputation and its interests via a dedicated platform (Ethics). All related disclosures are handled in an objective and confidential manner, or the with a whistleblowing procedure, which was designed in compliance with the Directive 2005/60/EC and its implementation into national law.

reporting, the risk, external reporting systems that allow external employees and external stakeholders to anonymously raise issues about possible breaches of the Code of Ethics which may harm the group's reputation and its interests via a dedicated platform (Ethics). All related disclosures are handled in an objective and confidential manner, or the with a whistleblowing procedure, which was designed in compliance with the Directive 2005/60/EC and its implementation into national law.

The Internal Audit Team's annual activities include a number of activities and verification audits designed to assess the integrity of the system. Any findings are reported to the Audit Committee. In 2023, no relevant findings relating to financial fraud were reported in the audit that were out of the 2023 annual audit plan.



3.5. Climate-related disclosures (task force on climate-related disclosures [TCFD] report)

Task Force on Climate-Related Disclosures (TCFD) report

Climate Change	Water	Energy	Energy
<p>41. Risks due to the use of fossil fuels in the power generation sector.</p> <p>42. Risks due to the use of fossil fuels in the power generation sector.</p> <p>43. Risks due to the use of fossil fuels in the power generation sector.</p> <p>44. Risks due to the use of fossil fuels in the power generation sector.</p> <p>45. Risks due to the use of fossil fuels in the power generation sector.</p> <p>46. Risks due to the use of fossil fuels in the power generation sector.</p> <p>47. Risks due to the use of fossil fuels in the power generation sector.</p> <p>48. Risks due to the use of fossil fuels in the power generation sector.</p> <p>49. Risks due to the use of fossil fuels in the power generation sector.</p> <p>50. Risks due to the use of fossil fuels in the power generation sector.</p>	<p>51. Risks due to the use of fossil fuels in the power generation sector.</p> <p>52. Risks due to the use of fossil fuels in the power generation sector.</p> <p>53. Risks due to the use of fossil fuels in the power generation sector.</p> <p>54. Risks due to the use of fossil fuels in the power generation sector.</p> <p>55. Risks due to the use of fossil fuels in the power generation sector.</p> <p>56. Risks due to the use of fossil fuels in the power generation sector.</p> <p>57. Risks due to the use of fossil fuels in the power generation sector.</p> <p>58. Risks due to the use of fossil fuels in the power generation sector.</p> <p>59. Risks due to the use of fossil fuels in the power generation sector.</p> <p>60. Risks due to the use of fossil fuels in the power generation sector.</p>	<p>61. Risks due to the use of fossil fuels in the power generation sector.</p> <p>62. Risks due to the use of fossil fuels in the power generation sector.</p> <p>63. Risks due to the use of fossil fuels in the power generation sector.</p> <p>64. Risks due to the use of fossil fuels in the power generation sector.</p> <p>65. Risks due to the use of fossil fuels in the power generation sector.</p> <p>66. Risks due to the use of fossil fuels in the power generation sector.</p> <p>67. Risks due to the use of fossil fuels in the power generation sector.</p> <p>68. Risks due to the use of fossil fuels in the power generation sector.</p> <p>69. Risks due to the use of fossil fuels in the power generation sector.</p> <p>70. Risks due to the use of fossil fuels in the power generation sector.</p>	<p>71. Risks due to the use of fossil fuels in the power generation sector.</p> <p>72. Risks due to the use of fossil fuels in the power generation sector.</p> <p>73. Risks due to the use of fossil fuels in the power generation sector.</p> <p>74. Risks due to the use of fossil fuels in the power generation sector.</p> <p>75. Risks due to the use of fossil fuels in the power generation sector.</p> <p>76. Risks due to the use of fossil fuels in the power generation sector.</p> <p>77. Risks due to the use of fossil fuels in the power generation sector.</p> <p>78. Risks due to the use of fossil fuels in the power generation sector.</p> <p>79. Risks due to the use of fossil fuels in the power generation sector.</p> <p>80. Risks due to the use of fossil fuels in the power generation sector.</p>



01.

Belgian presidency of the council of the EU



01.

Paper with Ørsted on hybrid interconnectors



01.

2024 Half-year results key figures

Investments¹

€1,735.9 million

+111.4% yoy

Net profit Elia Group share²

€181.6 million

+11.8% yoy

Scope 3 maturity in the SAP platform

60%



Top Employer score³

90%



+2% yoy

¹ Includes 100% of investments realised by 50Hertz. ² Net profit Elia Group share refers to the net profit attributable to owners of ordinary shares. ³ Top Employer Score for Elia Transmission Belgium.



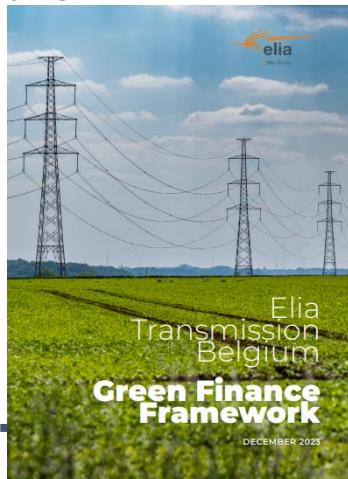
BE THE SPARK



01.

Financing progressing as planned

JANUARY



Green Bond

Elia Transmission Belgium

€800m	3.8%
	12Y

JANUARY

Green Bond

Eurogrid

€700m	3.6%
	5Y
€800m	3.9%
	10Y



JANUARY – APRIL



RCF

Eurogrid

€3,000m

Elia Transmission Belgium

€1,260m

APRIL

Term Loan

Elia Group - Investment in energyRe Giga

€300m	3.5%
	3Y



JUNE



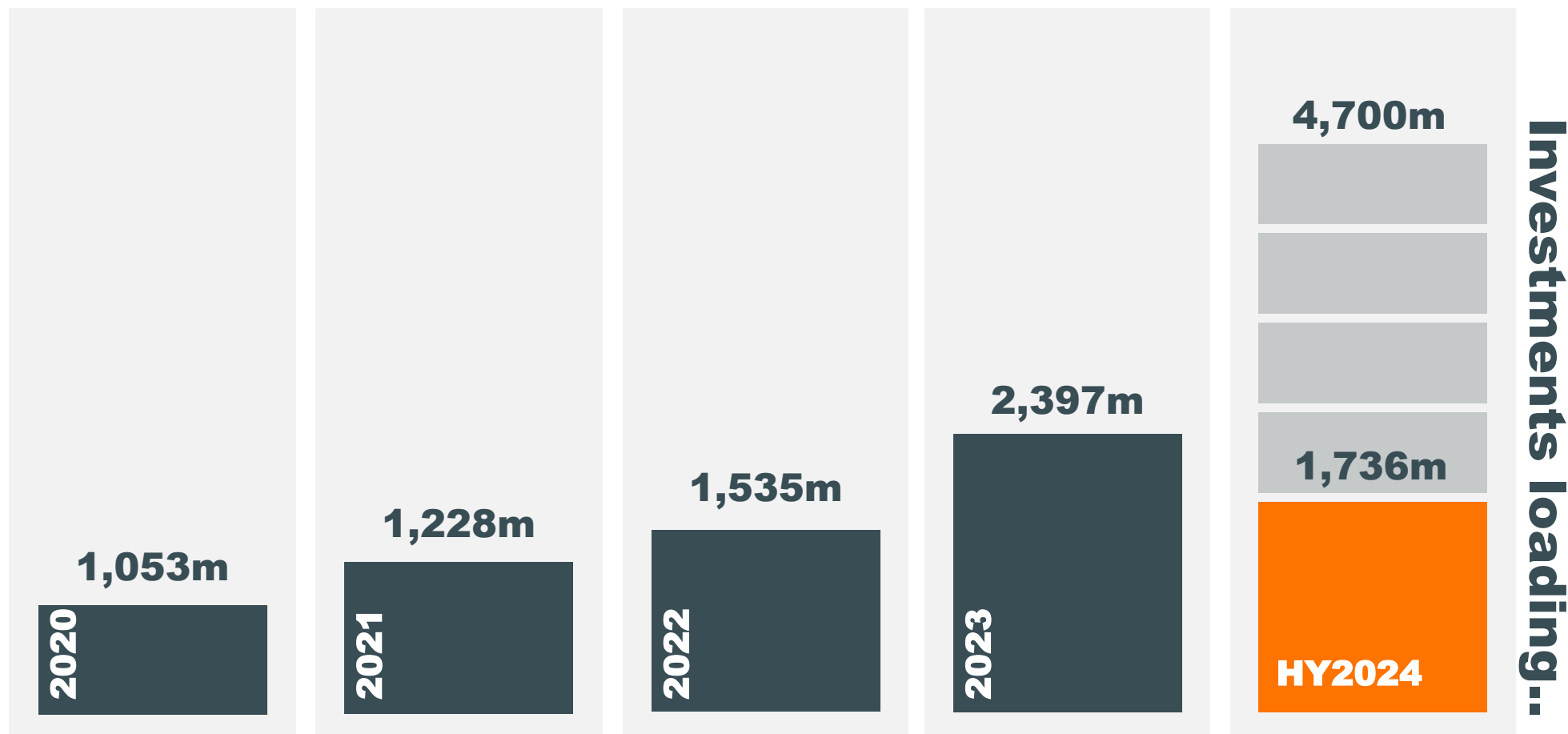
Senior Bond

Elia Group

€600m	3.9%
	7Y

01.

Elia Group investments off to a record start



01.

Headcount numbers

Regulated activities in Belgium & Germany

1,530

Total number of employees
of Elia Transmission Belgium at end of 2023



By the end of 2024

+138

Projected new hires (FTE*)

1,766

Total number of employees
of 50Hertz Transmission at end of 2023



+320

Projected new hires (FTE*)

+458 = 3,754*

*Full time equivalent



POWERING BELGIAN SOCIETY FOR A CLEAN AND COMPETITIVE FUTURE

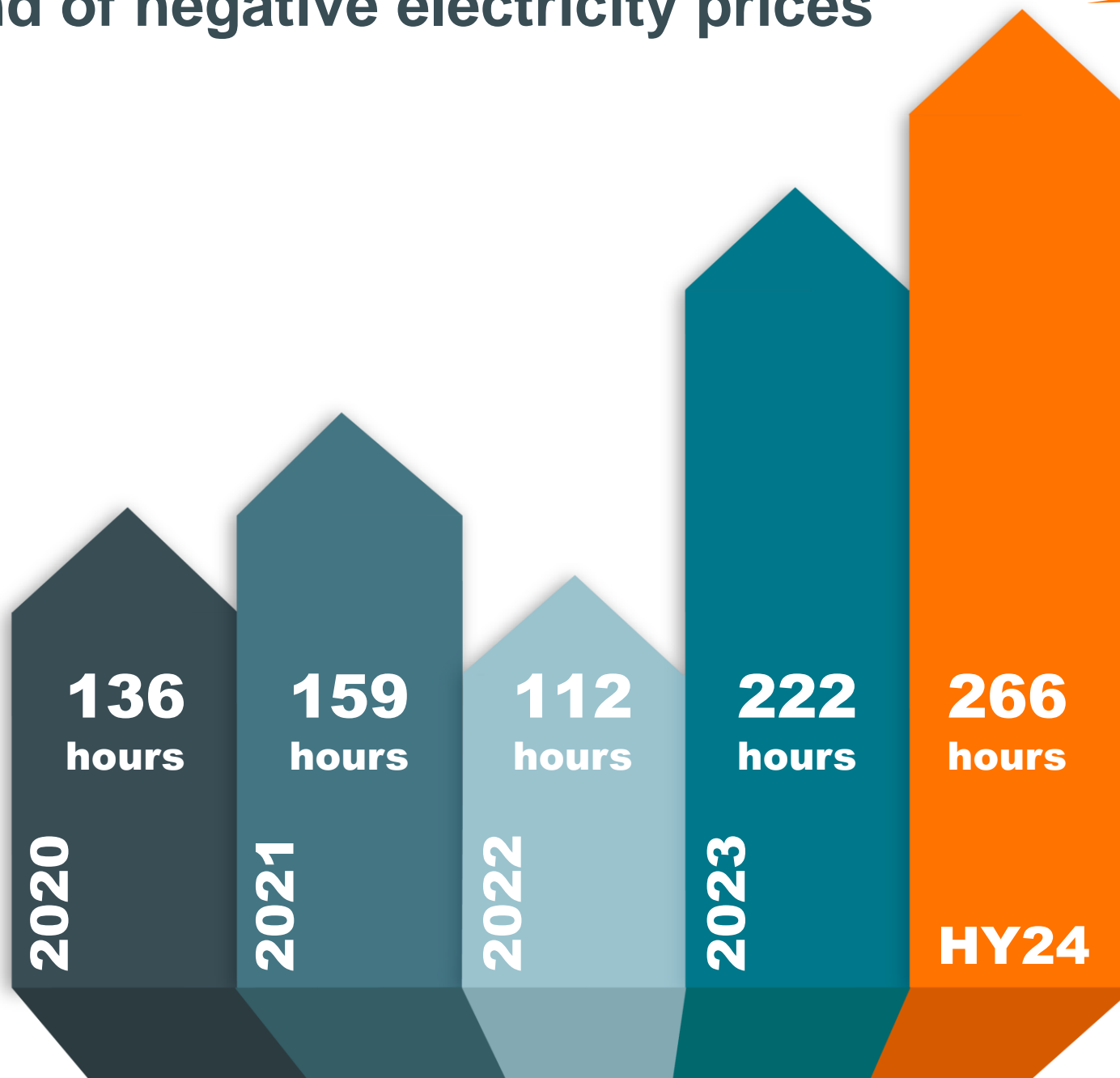
RECOMMANDATIONS AUX PARTIS POLITIQUES
EN VUE DES ÉLECTIONS FÉDÉRALES,
RÉGIONALES ET EUROPÉENNES DE 2024

MEMORANDUM
2024

01.

An upward trend of negative electricity prices

Number of hours
when electricity prices
were negative
in Belgium



Half-year results 2024

Key figures

REVENUES

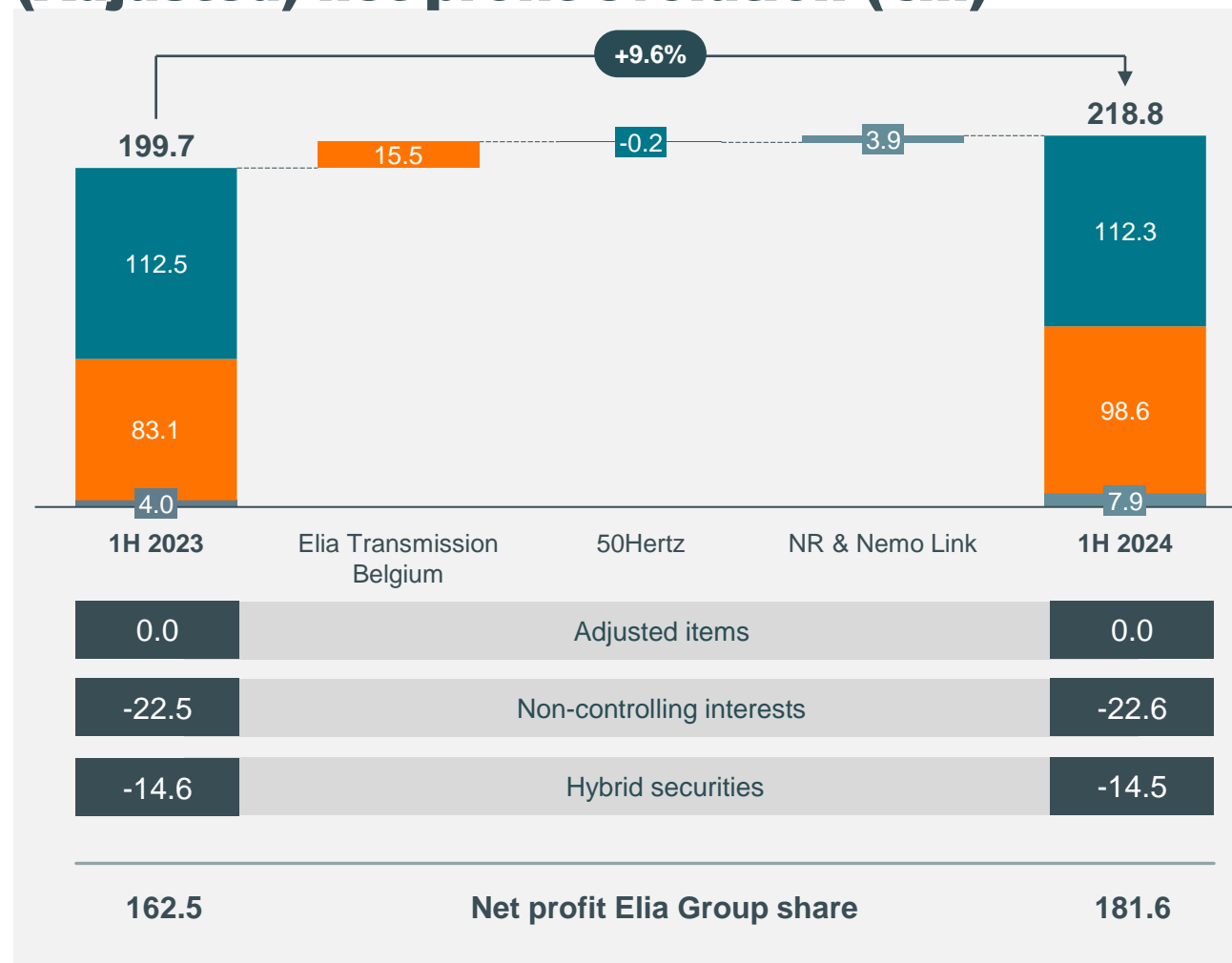
€1,914.3m

+1.3% yoy

NET PROFIT
ELIA GROUP SHARE**€181.6m**

+11.8% yoy

(Adjusted) net profit evolution (€m)



**Strong
performance
across all
segments**

1H 2024 Elia Group net debt excl. EEG evolution

Key figures

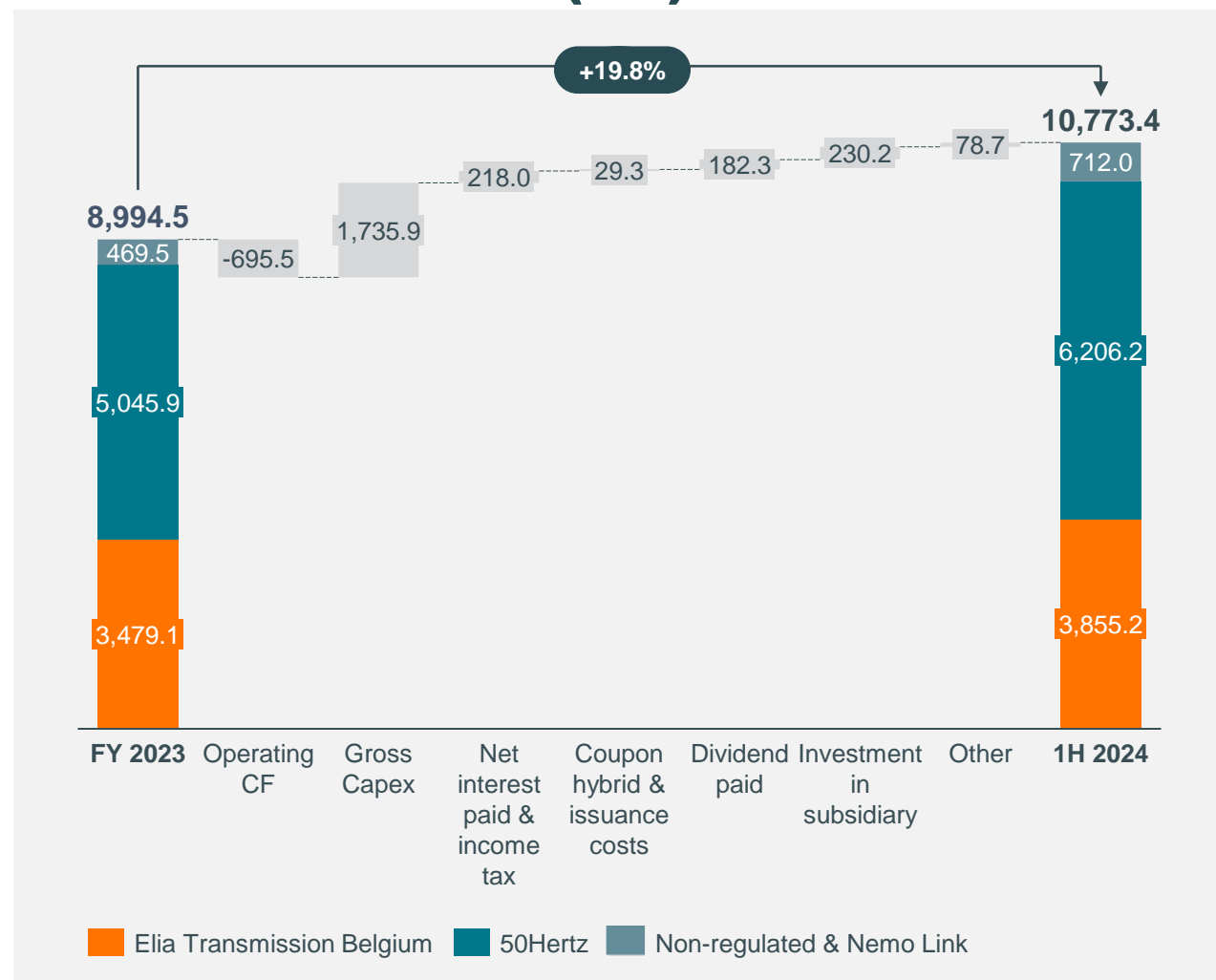
NET DEBT excl. EEG¹
€10,773.4m
 +19.8% yoy

AVG. COST OF DEBT
2.8%
 +69 bps

FIXED DEBT RATIO
97.7%²
 Calculated on gross debt

S&P RATING
BBB/stable outlook

Net debt excl. EEG¹(€m)



**Organic growth
funded via debt
and operating
cash flow**

**energyRe Giga
financed through
debt**

¹ Net debt excluding EEG and similar mechanisms. ² The €300 million term loan issued in March 2024 is hedged at rate of 3.5%.

Key figures

REVENUES

€779.3m

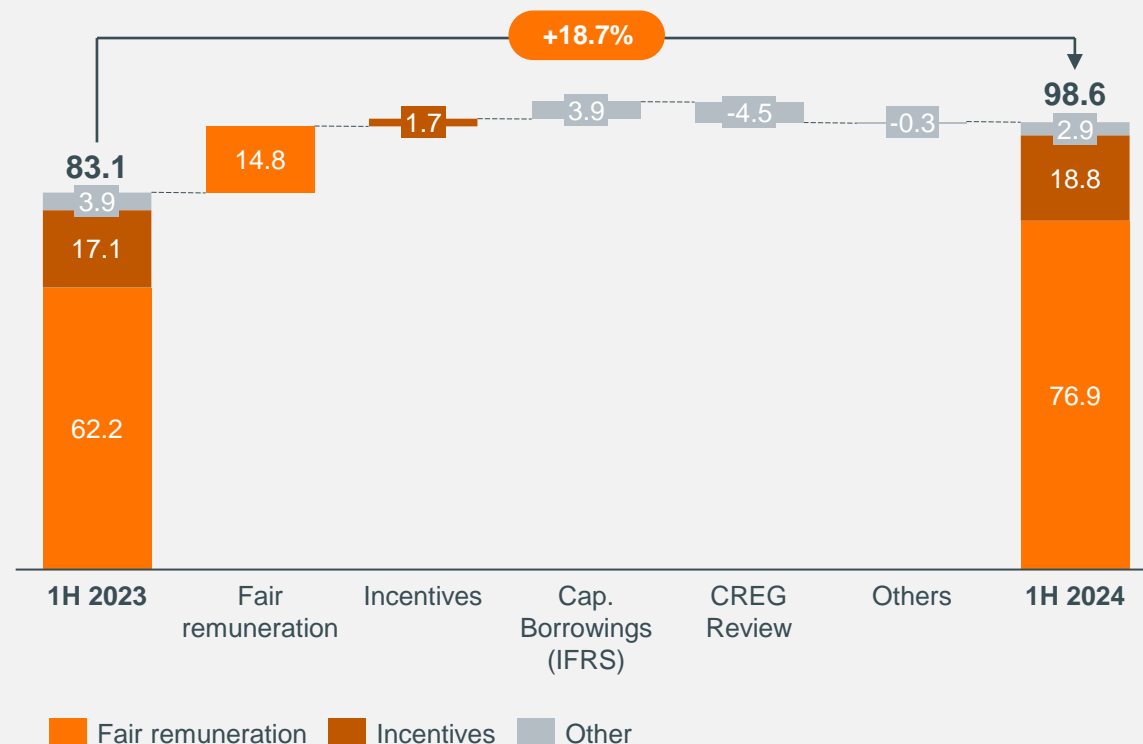
+15.8% yoy

NET PROFIT

€98.6m

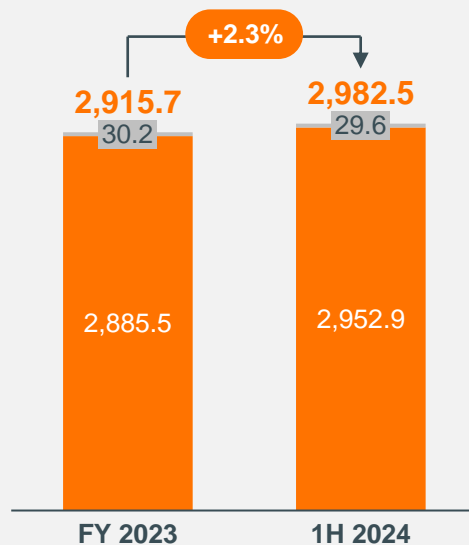
+18.7% yoy

Net profit evolution (€m)



Solid performance as a result of higher equity remuneration and increased RAB

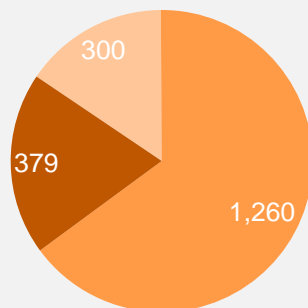
Equity (€m)



■ Hedge
■ Equity

Liquidity

€1,939m

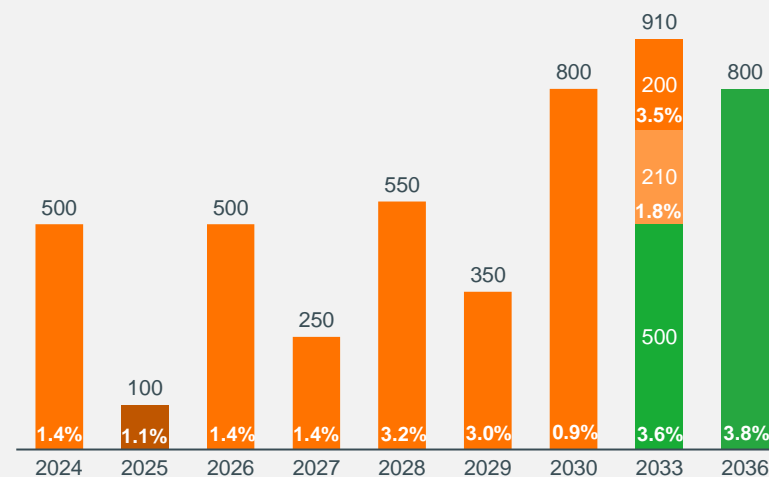


■ Unused CP
■ Committed undrawn credit lines
■ Cash

New sustainability-linked
RCF of €1.26b

Maturity profile (€m)

Weighted debt duration – 6.4 years



■ Bonds
■ EIB Loan
■ Amortising Loan
■ Green Bond

Average cost of debt of
2.3%

BBB+/ Stable outlook
(S&P)



**Financing
of CAPEX
programme
is on track**

02. 1H 2024 50Hertz Transmission (Germany)

Key figures

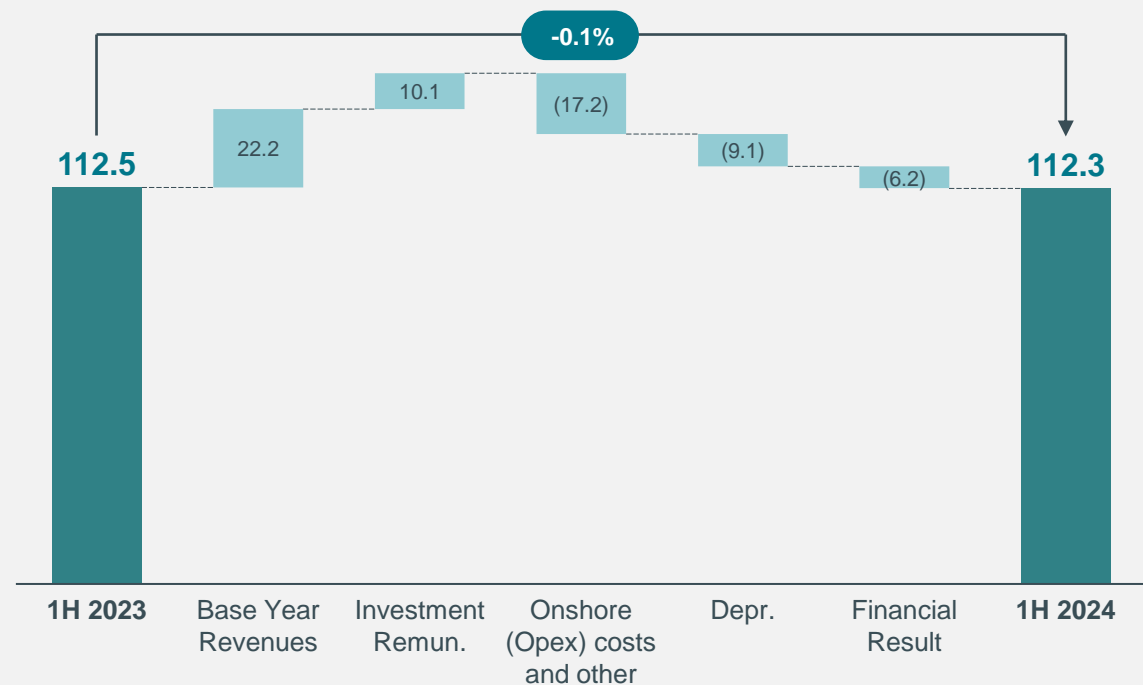
REVENUES
€1,132.1m

-7.4% yoy

NET PROFIT
€112.3m

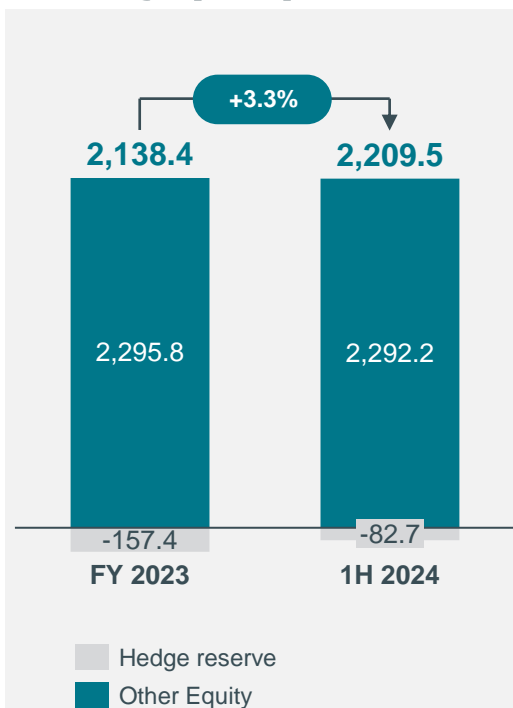
-0.1% yoy

Net profit evolution (€m)

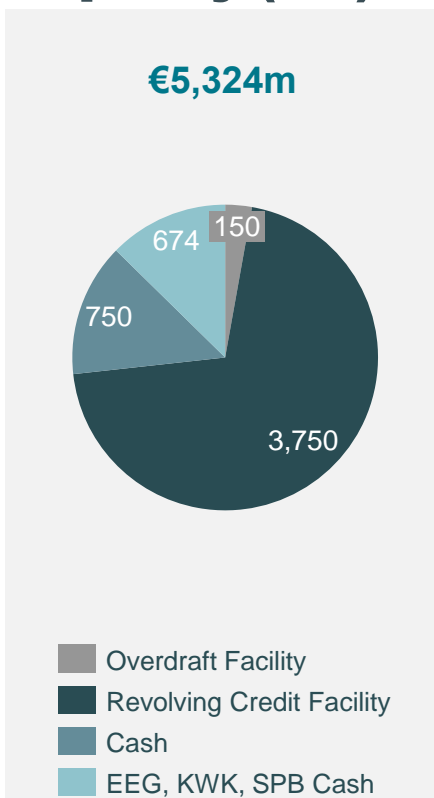


**Lower RoE offset
by asset growth
and increase in
allowed revenues
(base year)**

Equity (€m)

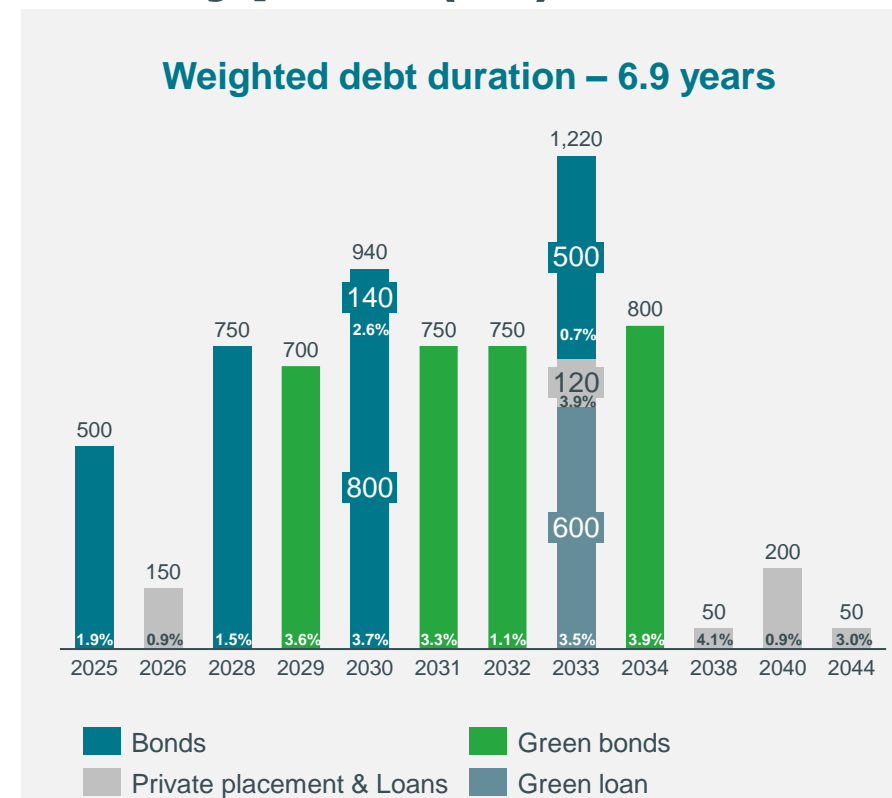


Liquidity (€m)



**Solid liquidity position
supported by a new RCF
of €3b**

Maturity profile (€m)



**Average cost of debt of
2.8%**

**BBB/ Stable outlook
(S&P)**



**Record
€1.5bn dual
tranche
green bond
issued**

Key figures

REVENUES

€35.4m

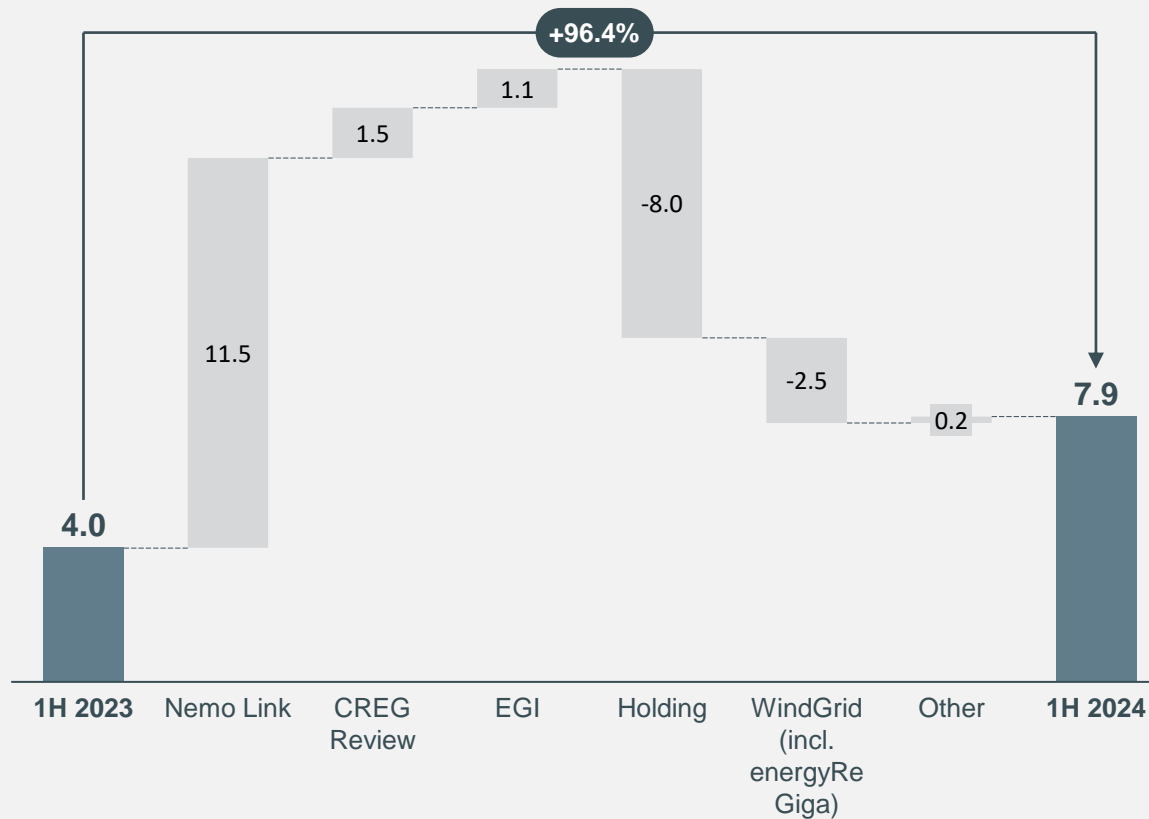
+34.1% yoy

NET PROFIT

€7.9m

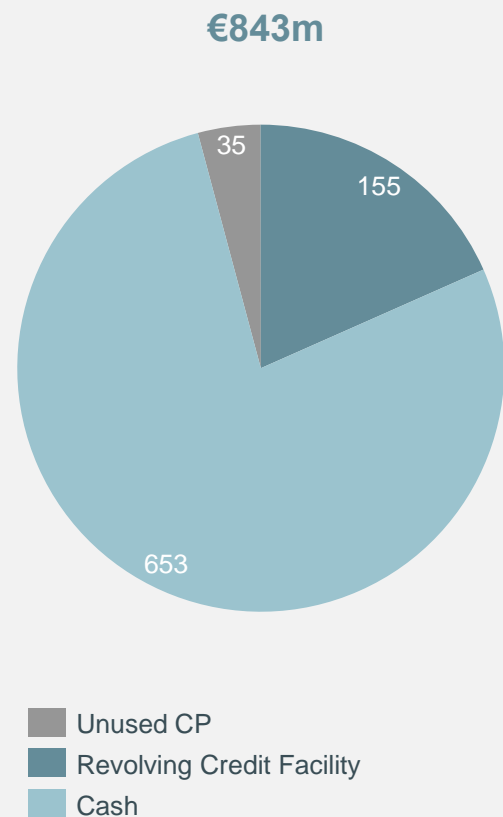
+96.4% yoy

Net profit evolution (€m)

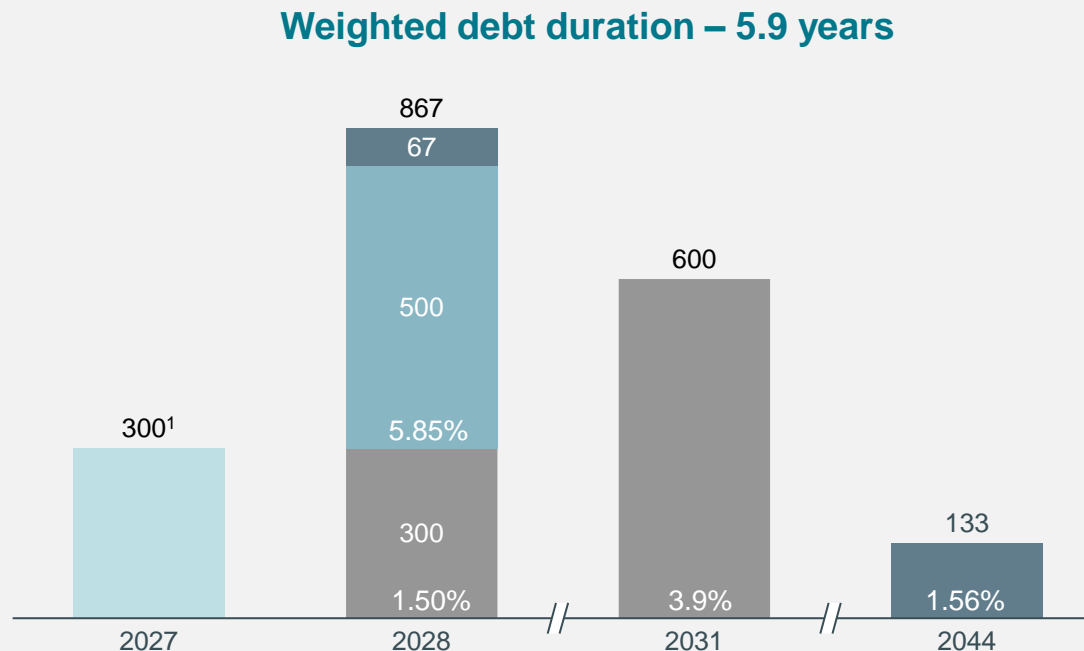


Strong performance, driven by Nemo Link's higher result, outweighed higher funding costs and OPEX for energyRe Giga

Liquidity (€m)



Maturity profile (€m)



Average cost of debt of 3.8%



Future organic and non-organic growth financed

¹ The €300 million term loan issued in March 2024 is fully hedge at rate of 3.5%.

Outlook

Elia Group

NET PROFIT¹
€355-395m

ROE (adj.)²
7%-8%

Belgium

NET PROFIT
€200-220m³

CAPEX
€1.4bn

Germany

NET PROFIT
€260-290m⁴

CAPEX
€3.3bn

**Non-
regulated &
Nemo Link**

NET LOSS
-€30-35m

¹ Net profit Elia Group share. ² Determined as the result attributable to ordinary shareholder/Equity attributable to owners of ordinary shares adjusted for the value of the future contracts (hedging reserve). ³ Factoring in a Belgian OLO of about 3% over the year. ⁴ Factoring in a base rate of 2.79% for regulatory return on equity as proposed by the BNetzA.



Q&A

Glossary

Adjusted items

Adjusted items are those items that are considered by management not to relate to items in the ordinary course of activities of the Group. They are presented separately as they are important for the understanding of users of the consolidated financial statements of the performance of the Group and this compared to the returns defined in the regulatory frame-works applicable to the Group and its subsidiaries.

Adjusted items relate to:

- Income and expenses resulting from a single material transaction not linked to current business activities (e.g. change in control in a subsidiary)
- changes to the measurement of contingent considerations in the context of business combinations
- Restructuring costs linked to the corporate reorganisation of the Group (i.e. reorganisation project to isolate and ring-fence the regulated activities of Elia in Belgium from the non-regulated activities and regulated activities outside Belgium)

Adjusted net profit

Adjusted net profit is defined as net profit excluding the adjusted items

Earnings per share (€/share)

The net profit attributable to owners of the ordinary shares divided by the weighted average number of ordinary shares (end of period) excluding treasury shares.

Net debt (excl. EEG and similar mechanisms.)

Net financial debt comprises non-current and current interest-bearing loans and borrowings (including lease liability under IFRS 16) minus cash and cash equivalents and EEG and similar mechanisms

Net profit Elia Group share

Net profit attributable to the ordinary shareholders, hence this is post deduction of NCI and coupon attributable to hybrid securities holders.

RAB Elia Group

Includes both the RAB of Elia Transmission and 50Hertz Transmission. RAB Germany presented at 80%

RoE (adj.)

Ratio between Net profit attributable to ordinary shareholders and equity attributable to ordinary shareholders adjusted for the value of the future contracts (hedging reserve). The return on equity is adjusted to exclude the accounting impact of hybrid securities in IFRS (i.e. exclude the hybrid security from equity and consider the interest costs as part of comprehensive income). As from 2021, it also excludes the effect of hedge accounting related to the future contracts entered into by 50Hertz to hedge the risk of fluctuations in the expected amount of grid losses.

The RoE provides an indication of the ability of the Group to generate profits relative to its invested equity

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