

Analyst &
Investor
Call

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2022: Elia Group's Half-year results



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Agenda

01. Highlights

02. Half-year results 2022

03. Outlook





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01. Highlights

VIDEO

Bell ringing ceremony

KEY FIGURES

Investments¹
€623.6 million

+61.3% yoy

Adjusted net profit
€186.7 million

+24.1% yoy

Grid reliability
99.999%

1. Includes 100% of investments realised by 50Hertz

VIDEO

North Sea Conference

01.



The North Sea Summit



VIDEO OFF

Vision paper hybrid interconnectors



VIDEO OFF

Partner Event on electrification of the industry

VIDEO OFF **Offshore innovation Day**





VIDEO OFF

Open Innovation challenge



Open Innovation Challenge



20.000 €



Sentriesense

From

To



VIDEO OFF (animation)
2 additional SDG's

Connecting our activities to the UN's Sustainable Development Goals



ESG

1 Climate Action

2 Environment & Circular Economy

3 Health & Safety

4 Diversity, Equity & Inclusion

5 Governance, Ethics & Compliance

7 AFFORDABLE AND CLEAN ENERGY

15 LIFE ON LAND

8 DECENT WORK AND ECONOMIC GROWTH

10 REDUCED INEQUALITIES

16 PEACE, JUSTICE AND STRONG INSTITUTIONS

13 CLIMATE ACTION

12 RESPONSIBLE CONSUMPTION AND PRODUCTION

9 INDUSTRY, INNOVATION AND INFRASTRUCTURE

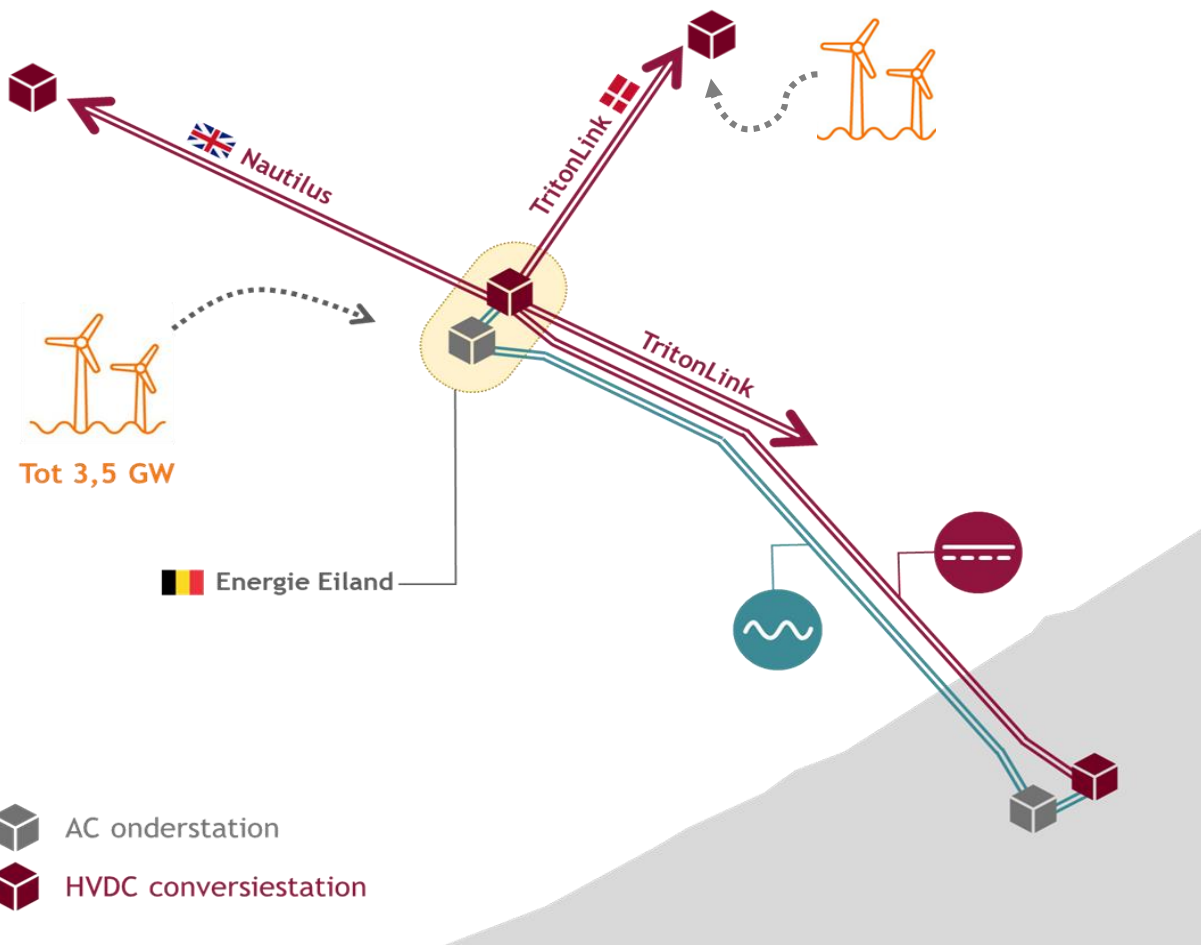
14 LIFE BELOW WATER

Environment

Social

Governance

01. Belgian energy island



01.

Reinforcing the backbone







Important milestones in Ostwind 2 project







VIDEO visit Aalborg Arcadis Ost 1 project

Approval of Belgian tariff methodology 2024-2027

2020-2023

Average RoE ~6%

Fair remuneration
Net return: 4.68%

+

Incentives: ~1.3%

Elia
Transmission
Net Profit

Key principles

next tariff methodology

- Cost+ model
- No volume risk
- Embedded debt principle
- Regulatory gearing: 40%
- Additional incentives for interconnection and sustainability
- Risk Premium MOG II¹

2024-2027

Average RoE ~5.7%²

Fair remuneration
Net return: 4.10%

+

Risk premium
MOG I & II: ~0.2%

+

Incentives: ~1.4%

Elia
Transmission
Net Profit

1. MOG II refers to the Energy Island in the North Sea.

2. Based on the parameters described in the tariff methodology, average RoE is based on BEGAAP figures.

02.

Half-year results 2022

Key figures

Revenues

€ 1,952.1 million

+48.8% yoy

EBIT

€ 296.3 million

+11.7% yoy

Adjusted Net Profit

€ 186.7 million

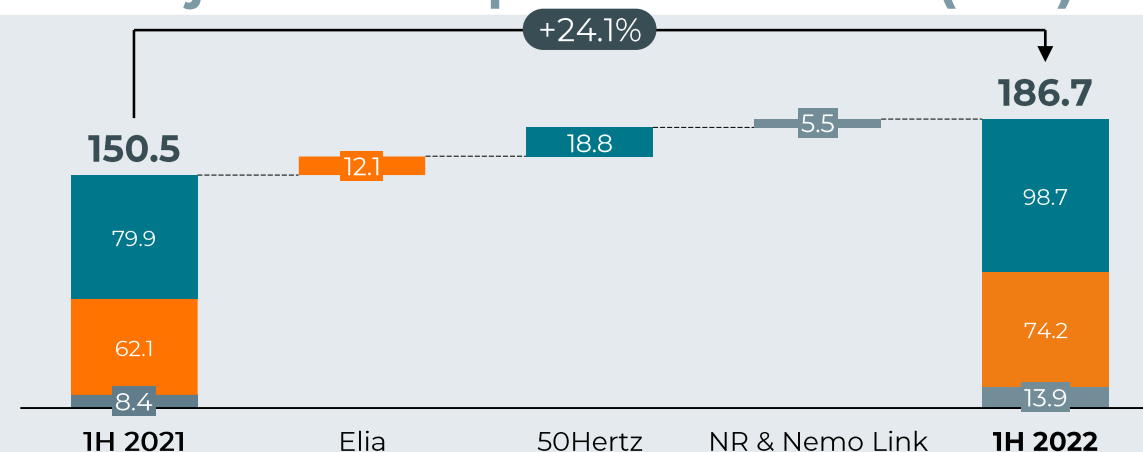
+24.1% yoy

Net Profit Elia Share

€ 157.4 million

+26.0% yoy

Adjusted net profit evolution (€m)



(0.0)

Adjusted items

(0.0)

(16.0)

Non-controlling interests

(19.8)

(9.6)

Hybrid securities

(9.6)

124.9

Net profit Elia share

157.4

Attributable to the owners of ordinary shares

1H 2022 Elia Group

Net debt evolution

Key figures

Net debt

€ 3,503.8 million

(28.3%) yoy

Leverage

1.3 x

Debt / Equity (incl. NCI & hybrid)

Fixed debt ratio

100%

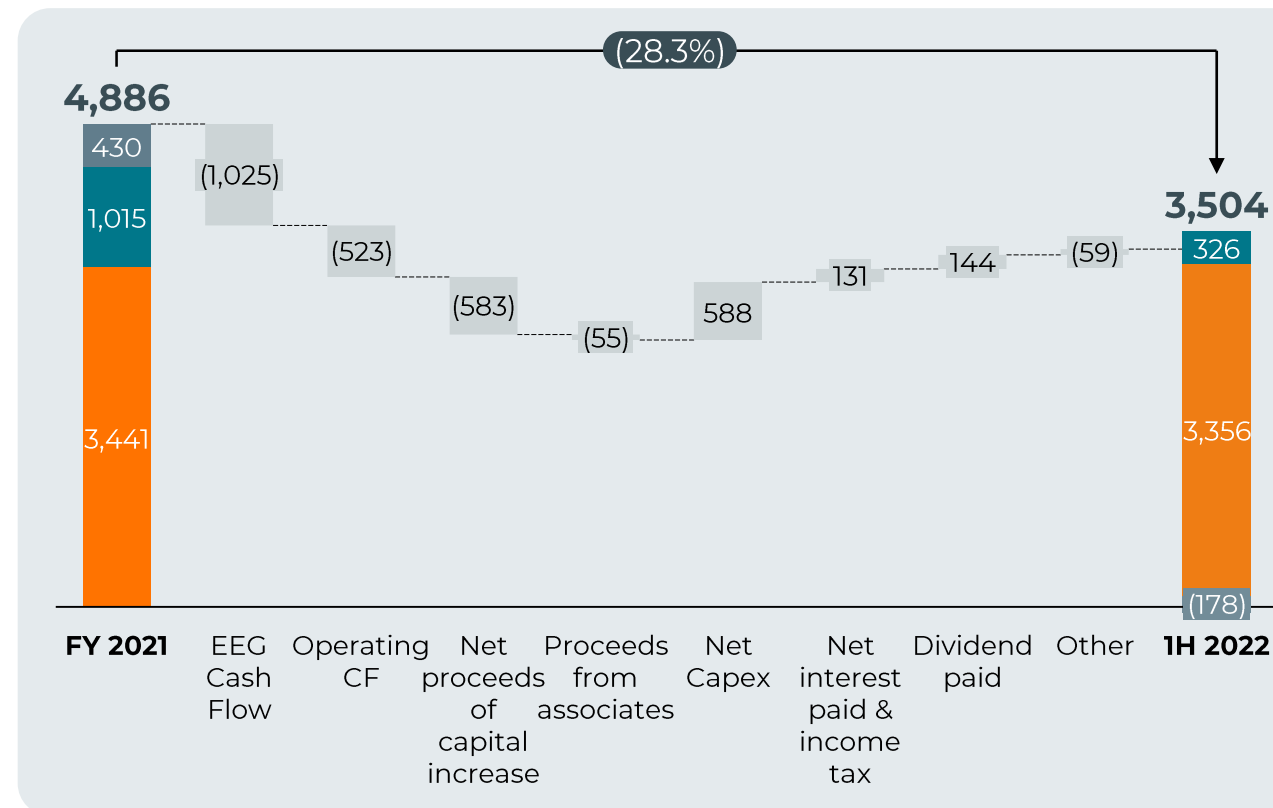
Calculated on gross debt

Avg. Cost of Debt

1.7%

Elia Group is rated BBB+/ Stable outlook by S&P

Net debt (€m)



Net debt decrease attributable to capital increase and high EEG cash in flows

1H 2022 Elia Transmission

Adjusted net profit evolution

Key figures

Revenues

733.4 million

+37.1% yoy

Adjusted Net Profit

€ 74.2 million

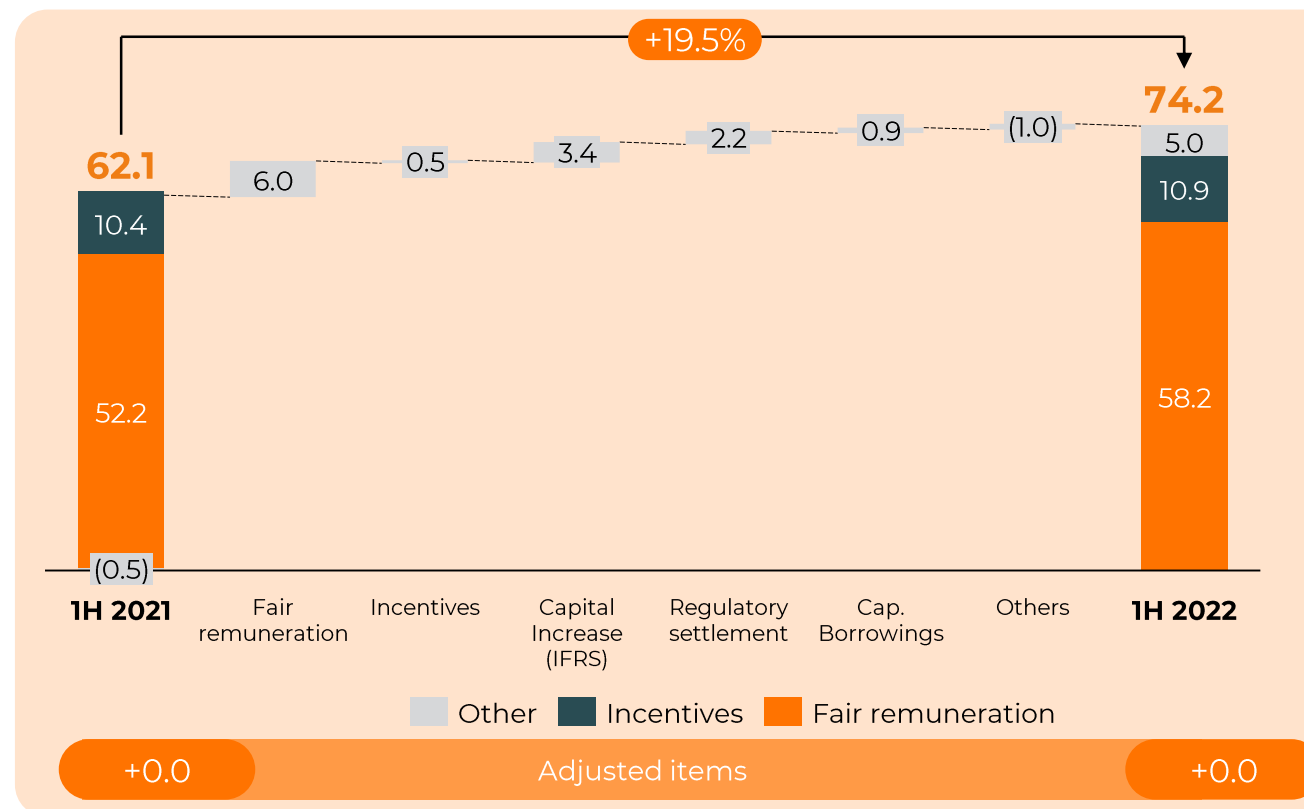
+19.5% yoy

Net Profit

€ 74.2 million

+19.5% yoy

Adjusted net profit evolution (€m)

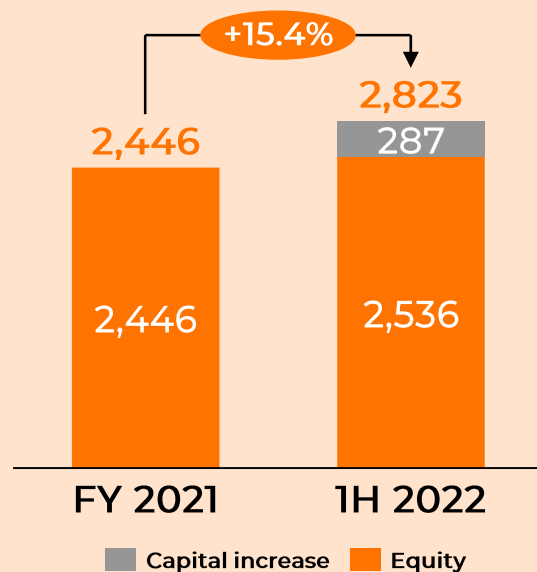


Strong results driven by higher equity & one-off financial cost linked to capital increase

1H 2022 Elia Transmission

Financial Position

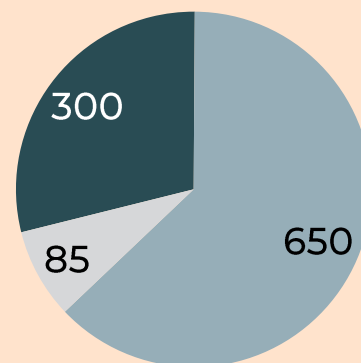
Equity (€m)



Equity increase following capital increase

Liquidity

€1,035 million



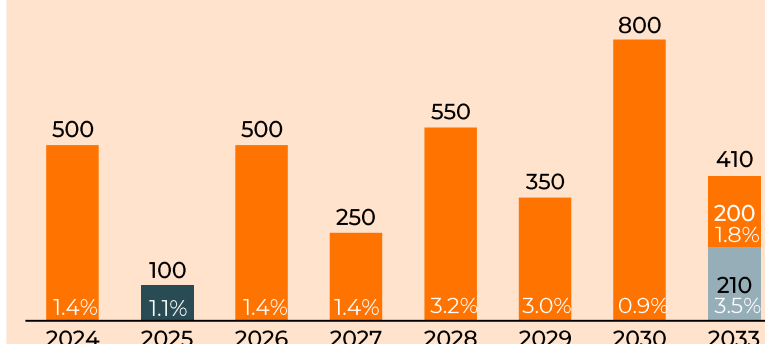
Legend: Unused CP (dark blue), Committed undrawn credit lines (light blue), Cash (grey)

Solid liquidity position

RCF & CP fully undrawn end of June 2022

Maturity Profile (€m)

Weighted debt duration – 5.9 years



Legend: Bonds (orange), EIB Loan (dark blue), Amortising Loan (light blue)

Average cost of debt unchanged at 1.9%

ETB is rated BBB+/ Stable outlook by S&P

Strengthened balance sheet aligned to regulatory framework

1H 2022 50Hertz Transmission

Adjusted net profit evolution

Key figures

Revenues

€ 1,249.1 million

+59.1% yoy

Adjusted Net Profit

€ 98.7 million

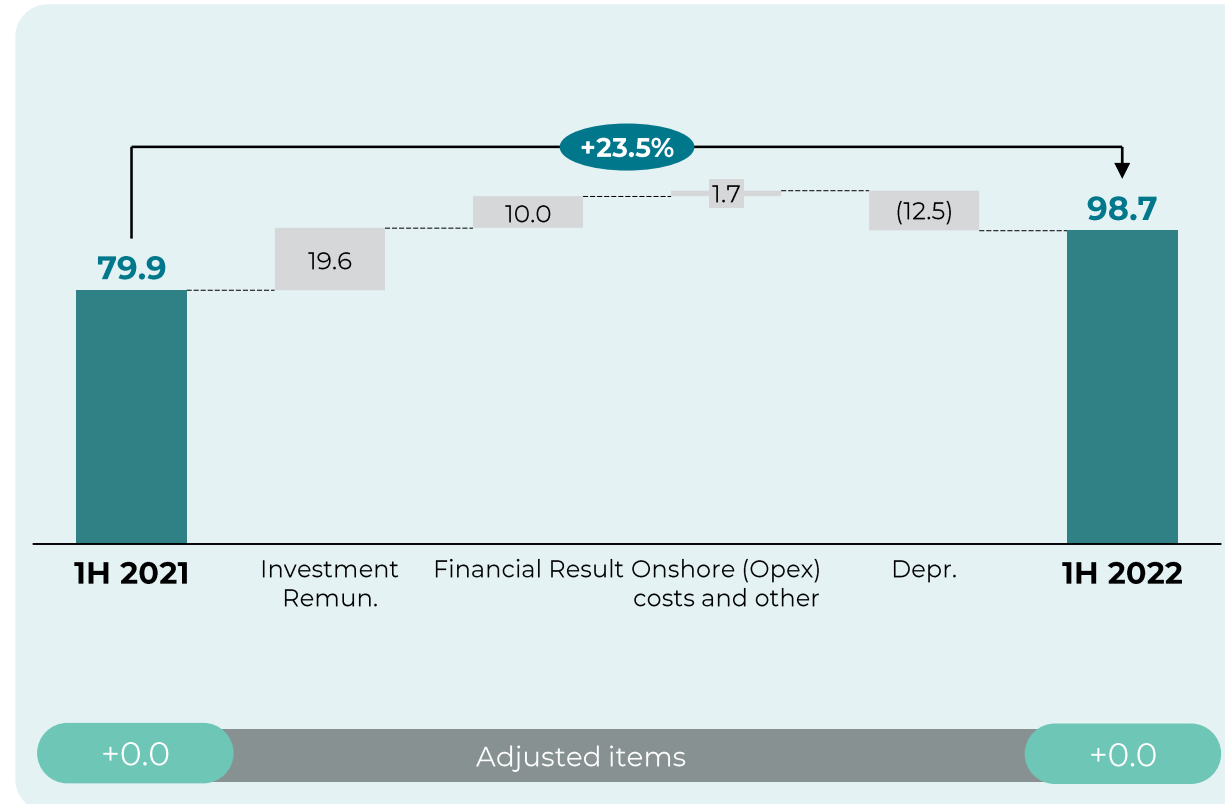
+23.5% yoy

Net Profit

€ 98.7 million

+23.5% yoy

Adjusted net profit evolution (€m)

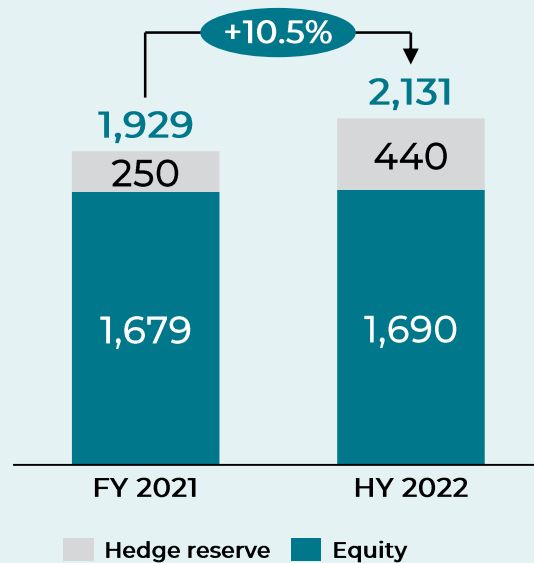


Higher result driven by asset growth & higher financial results

1H 2022 50Hertz Transmission

Financial Position

Equity (€m)

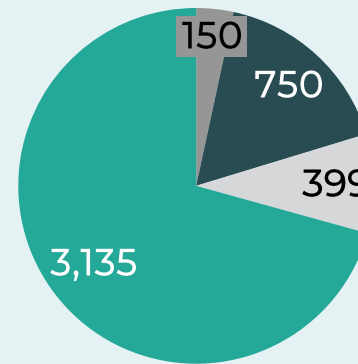


Increase linked to hedge accounting

Equity will increase from proceeds capital increase (€250m) in August 2022

Liquidity

€4,434 million

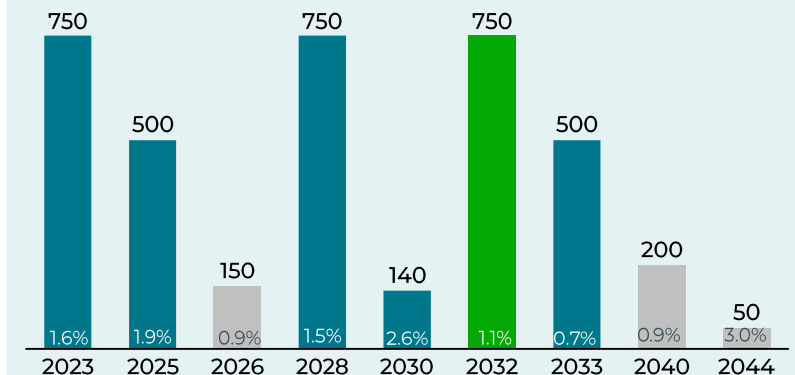


Legend: ■ Overdraft Facility ■ Cash ■ Revolving Facility ■ EEG Cash

Comfortable liquidity position & very high EEG cash balance

Maturity Profile (€m)

Weighted debt duration: 6.9 years



Legend: ■ Bonds ■ Private placement

Average cost of debt unchanged 1.4%

S&P rating: BBB+/ Stable outlook

Solid financial position with liquidity inflated due to high EEG cash position

1H 2022 Non-regulated & Nemo Link

Key figures

Revenues

€ 18.3 million

+28.9% yoy

Adjusted Net profit

€ 13.9 million

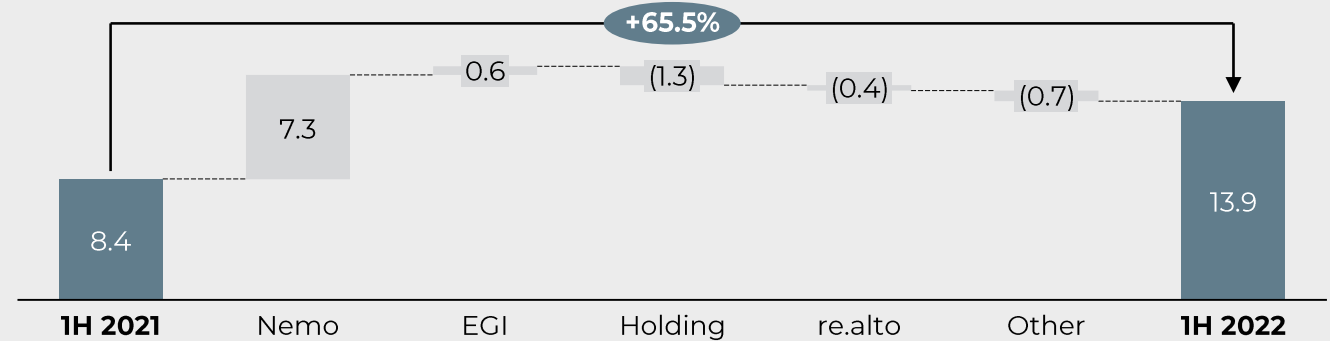
+65.5% yoy

Net profit

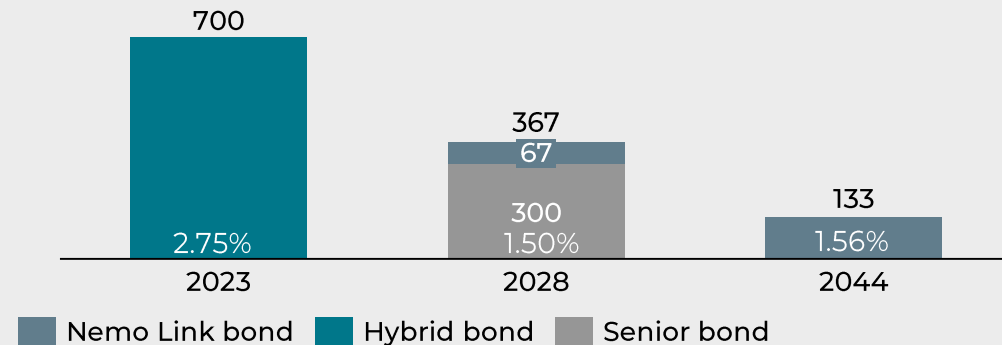
€ 13.9 million

+65.5% yoy

Adjusted net profit evolution (€m)



Maturity profile (€m)



Nemo Link continuous to deliver a very strong operational & financial performance

03. Outlook

<p>Elia Group</p> <hr/> <p>ROE (Adj.)* Lower end of 6.25% - 7.25%</p> <p>RAB** €11.2 billion</p>	<p>Belgium</p> <hr/> <p>ROE 5% - 6%</p> <p>CAPEX €425 million</p>	<p>Germany</p> <hr/> <p>ROE 8% - 10%</p> <p>CAPEX €1,000 million</p>	<p>Non-regulated & Nemo Link</p> <hr/> <p>Contribution between €10 - €15 million</p>
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| ROE at the lower end of the range on the back of the capital increase

* Ratio between the result attributable to ordinary shareholder/equity attributable to owners of ordinary shares adjusted for the value of the future contracts (hedging reserve).
 ** 80% RAB 50Hertz, does not include Nemo Link.

Q&A

Leverage	Ratio between financial debt and total equity (including Hybrid and Non-controlling interest)
Net debt	Difference between Elia Group debt (long and short term) and cash & cash equivalents Hybrid is not included in the net debt as accounted under equity according to IFRS requirements
Net profit Elia share	Net profit attributable to the ordinary shareholders Hence this is post deduction of NCI and coupon attributable to hybrid securities holders
Adjusted items	<p>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.</p> <p>Adjusted items relate to:</p> <ul style="list-style-type: none"> • 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
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

Thank You!

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