EGE HAINA

SUSTAINABILITY REPORT 2023

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EGE HAINA

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LETTER TO THE STAKEHOLDER GROUPS

As a reflection of our commitment to sustainability and transparency, we present our Sustainability Report with the main advancements of EGE Haina during 2023.

Along these 24 years of trajectory, we have maintained constant growth and consolidation. We are pioneers and leaders in the electrical industry in the Dominican Republic, contributing to the national energy transition and diversification.

In this document, we account for our commitments, impacts, and significant results in social, environmental, and governance matters, as well as the collaborative and ongoing work in these areas with our various stakeholders.

Our success is possible because we have a team that internalizes the culture of doing things right. A team that regards sustainability as the driving force behind our actions, from an ethical and social perspective that shapes our business strategy. This is how we promote development and the creation of shared value, in an aligned and responsible manner.

In summary, the implementation of a clear and decisive strategy, along with operational excellence and commitment to the well-being of our employees and the environment, have been essential for a very positive 2023.

With the inauguration of Siba Energy in Boca Chica, we added 190 megawatts (MW) of natural gas generation to our fleet and currently, we are intensively working on the construction of its combined cycle, which will increase its capacity to 260 MW. In the field of renewable energy, we also took a significant step forward with the start of operations of the Esperanza Solar Park, with a capacity of 90 MW, the second largest in the Antilles, surpassed only by our Girasol Solar Park.

EGE Haina does not stop. We proudly continue to grow; in 2023, we also progressed in the construction of the Sajoma Solar Park, with 80 MW, which will start operating in 2024.

Along with the development of new projects, we focus on generating energy with a high availability of our plants, at 96%, which we always maintain in optimal conditions, as evidenced by the fourteen major maintenance operations carried out in the year covered by this report.

Other achievements resulting from our operations include the port certification of the Sultana del Este plant by DNV and the successful implementation of the El Buen Pastor project at Girasol, which uses sheep for weed control, avoiding the use of pesticides to preserve soil quality.

Financially, we completed the issuance of the $100 million green bond from the Larimar 1 Public Offering Trust. Additionally, we obtained $264 million in working capital financing. Likewise, we received the Dominican Republic Green Bond Pioneer award from the Climate Bonds Initiative, and Fitch Ratings upgraded the company's credit rating.

190 MW

Installed capacity of **Siba Energy**

Seeking permanent improvements is a fundamental part of our actions. In this sense, a milestone of vital importance was the implementation of the SAP ERP for the automatic and real-time integration of the main business processes.

On another note, in terms of quality management, we collected and built indicators for the organization's macro processes. In line with this, we implemented and monitored key risk indicators transversally in all macro processes and worked on consolidating best practices for the prevention of money laundering and terrorism financing (*Prevención de Lavado de Activos y Financiamiento de Terrorismo, PLAFT*).

During 2023, we continued with dynamic talent management, promoting training and the growth of those who are building their careers with us and recruiting the best professionals in the industry.

We aim to consolidate a diverse and inclusive work environment, promoting and respecting differences, and always caring for the principle of non-discrimination. To this end, we created the "Atraemos Buena Energía" (We Attract Good Energy) portal, aimed at disseminating our Human Rights, Diversity, and Inclusion Policy, which contains the values and conduct guidelines that guide us in terms of fundamental freedoms.

Within this framework, at EGE Haina, we guarantee pay equity and equal job opportunities between men and women, promote well-being and a good work environment, and foster a productive and respectful atmosphere for all individuals.

90 MW

Installed capacity of the **Esperanza Solar Park**

96%

Availability of the power plants

These efforts to promote a culture and practices of gender equality allowed us to become, in 2023, the first company in the electrical industry to be recognized by the Ministry of Women and the United Nations with the Platinum Seal "*Igualando RD*," the highest possible category, after having obtained two gold seals in previous years. We were also the first company in the sector to certify one of its breastfeeding rooms, by the Ministries of Labor and Public Health.

In addition to the above, we actively contribute to the development of the communities where we are present. This year, we directly benefited more than 20,000 people through the company's contributions, and more than 2,000,000 citizens were indirect beneficiaries of our programs and their impacts.

Our social management this year included the construction of sports, school, relief agencies, access roads, and other infrastructure in Enriquillo, Juancho, Quisqueya, Yaguate, and Esperanza.

Additionally, we contributed to the strengthening of ten fire departments in the provinces where we have plants, which included a new fire station in Enriquillo.

We also contributed to health by providing dental procedures in communities in Yaguate and Esperanza, mammography procedures in Haina and Boca Chica, and the donation of equipment to the Boca Chica Hospital.

In education, we continued to provide supplies and materials, sponsor activities, and contribute to the improvement of school facilities. Additionally, together with INFOTEP, we provided technical training to more than 900 young people in Quisqueya, Juancho, Enriquillo, Yaguate, and Boca Chica.

In addition to this, our employees carried out twelve volunteer activities in different areas throughout the year.

Before concluding, we want to highlight a highly significant achievement for our organization. With the effort of all of the company's departments, we achieved the 2023 goals of our Corporate Sustainability Plan. This motivates us to continue developing a conscious, responsible, and collaborative company, day by day.

We are very satisfied with what we have achieved this year because the company, besides contributing to the prosperity of the country by generating electricity competitively and reliably, is an innovative agent, a leader in the industry, with a strong emphasis on excellence and commitment to people and the environment.

Our vision for the future is based on sustainability as the only possible path, not only to strengthen our business, but also to continue contributing to the development of our country. To this end, we consider it crucial to strengthen positive relationships for the generation of shared value with our environment and especially with our stakeholders.

In 2024, we will celebrate our 25th anniversary together with joy. The achievements are evident, and we will continue moving forward.

José A. Rodríguez Silvestre
General manager

WE ARE **ENERGY**

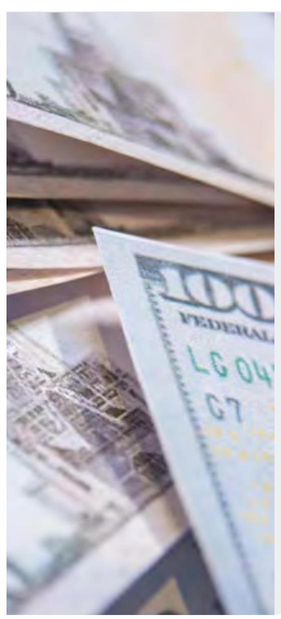
EGE HAINA IN SUMMARY

CORPORATE PHILOSOPHY

Mission: To generate electricity for the Dominican Republic in a competitive and sustainable manner.
Vision: To be a leader in the development and management of sustainable energy.
Values: Excellence, commitment, integrity, and initiative.

A 100% DOMINICAN COMPANY

- It is the largest and most successful public-private company in the Dominican Republic.
- Founded by the Public Enterprise Reform Law in 1999.
- The country's primary mixed company (50% public and 50% private).
- Its capital is 100% Dominican.
- It has paid the state US$ 1.13 billion in dividends and taxes between 1999 and 2023.

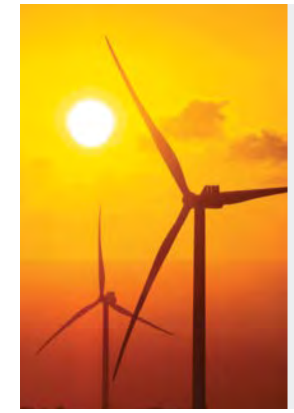


INVESTMENT AND FINANCING

- The company has invested more than US$1.436 billion in power generation plants.
- It is the largest private issuer of corporate bonds in the local capital market.
- It has obtained more than US$1.25 billion in financing since 2009 (half of this amount was raised through local issuances).
- In 2021, EGE Haina became the first issuer of green bonds in the Dominican Republic Stock Market, and the first Dominican issuer of a sustainability-linked bond in international markets.
- Its financial position is supported by several international long-term credit ratings, including "Ba3 stable" by Moody's and "BB- stable" by Fitch Ratings.

2020-2030 STRATEGY

- Develop 1,000 MW of non-conventional renewable sources (wind and solar photovoltaic).
- Develop 400 MW of electricity generation with natural gas.
- Optimize some existing assets by converting them to natural gas.

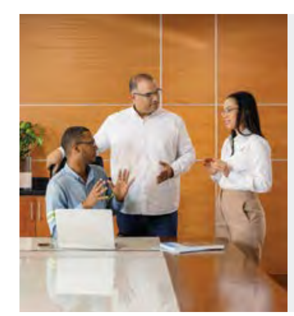


LEADER IN RENEWABLE ENERGY IN THE ANTILLES

- It is the largest producer of non-conventional renewable energy in the Antilles.
- It has installed 387 MW of renewable energy since 2011, including four wind farms and three solar parks.
- The company's installed wind capacity is 175 MW.
- The company's installed solar photovoltaic capacity is 211.5 MW.
- With its installed renewable capacity in wind and solar parks, EGE Haina has the potential to annually avoid the emission of around 488,665 tons of CO_2 and save the importation of 1,311,000 barrels of oil.

OPERATIONAL EXCELLENCE

- Operates 1,149 MW generated with a diversified matrix including natural gas (36.14%), HSFO and diesel (24.99%), solar photovoltaic (18.41%), wind (15.95%), and coal (4.52%).
- The generation plants operated by the company are distributed in the provinces of *Santo Domingo, San Pedro de Macorís, San Cristóbal, Barahona, Pedernales*, and *Valverde*.
- In 2023, EGE Haina supplied 14.12% of the energy demand used by the National Energy Grid (SENI) and supplied 20% of the energy consumption of Non-Regulated Users through contracts.



CAPACITY AND COMMITMENT

- EGE Haina has 522 employees, of which 503 have permanent employment contracts.
- Female participation is at 19%.
- A total of 67.59% perform operational functions, while 32.41% carry out administrative tasks.
- 60% have been working in the company for four years or more.

SOCIAL RESPONSIBILITY

- Through its social programs, the company benefited more than 20,000 direct beneficiaries and around 2,000,000 indirect beneficiaries in 30 communities near its generation plants in 2023.
- Priority areas for community engagement include strengthening relief agencies, community infrastructure, school and technical education, environment, health, and sports.

2023 AT A GLANCE

ECONOMIC VALUE

+12.1 % ECONOMIC VALUE GENERATED VERSUS 2022

+3 % EBITDA COMPARED TO 2022

USD 573.29 MILLIONS IN SALES

USD 157.8 MILLIONS OF INVESTMENT IN GENERATION ASSETS

+17.23 % ENERGY PRODUCED COMPARED TO 2022

21.1 % ENERGY PRODUCED FROM RENEWABLE SOURCES

14 % SUPPLY OF DEMAND OF SENI

20 % SUPPLY OF DEMAND FROM NON-REGULATED USERS THROUGH CONTRACTS

93 % WEIGHTED CUSTOMER SATISFACTION

ENVIRONMENTAL VALUE

-3.22 % WATER CONSUMPTION COMPARED TO 2022

99.29 % CAPTURED WATER RETURNED TO NATURE

100 % ATMOSPHERIC EMISSIONS BELOW THE REGULATED LIMIT

22.6 % ELECTRIC VEHICLE FLEET

SOCIAL VALUE

522 EMPLOYEES HIRED

19.2 % FEMALE PRESENCE (+7.2 % COMPARED TO 2022)

91 % TALENT RETENTION RATE

93.3 % FAVORABILITY OF ORGANIZATIONAL CLIMATE SURVEY

81.3 % EMPLOYEES WITH PERFORMANCE EVALUATIONS

32.8 HOURS OF ANNUAL TRAINING IN SAFETY, HEALTH, AND ENVIRONMENT PER DIRECT EMPLOYEE

0.6 CONSOLIDATED TRIR (TOTAL RECORDABLE INCIDENT RATE)

USD 748,900 BENEFITS FOR COMMUNITIES

30 BENEFITED COMMUNITIES

20,000 ESTIMATED DIRECT BENEFICIARIES

2,000,000 ESTIMATED INDIRECT BENEFICIARIES

488,665

Tons of CO_2 avoided by wind and solar generation

GRI 2-1, 2-2

HISTORICAL OVERVIEW

Empresa Generadora de Electricidad Haina, S.A. (EGE Haina) has a significant trajectory in the electricity generation sector in the country. More than two decades after its creation, it has become the largest and most successful public-private company in the Dominican Republic, resulting from a profitable alliance that sets an example of vision, joint work, and close collaboration, aimed at supplying competitive and sustainable energy to meet the Dominican energy demand.

EGE Haina was established on August 17, 1999, and incorporated under the laws of the Dominican Republic on October 28 of that same year, as part of the capitalization process of the Dominican electric subsector, stemming from the General Law of Public Enterprise Reform No. 141-97, dated June 24, 1997. The Reform Law stipulated that organizations previously controlled by the Dominican State be restructured to allow for private investment.

Until November 2023, EGE Haina's shareholders were Haina Investment Company (HIC), the controlling entity (50%); the Patrimonial Fund of Reformed Companies (*Fondo Patrimonial de Empresas Reformadas, FONPER*), an entity of the Dominican State (49.993%); and other minority shareholders (0.007%). On the aforementioned date, HIC transferred its shares in EGE Haina to the Closed-end Fund for Energy Infrastructure Development I (*Fondo de Inversión Cerrado de Desarrollo de Infraestructuras Energéticas, FICDIE I*), which incorporated resources for the development of energy transition projects that will be decisive in reducing the total CO_2 emissions of the country's electricity matrix and in meeting the country's growing energy demand. With the total resources received from the share transfer, Haina Investment Company acquired participation units in the same FICDIE I fund, thus maintaining its majority position and control of EGE Haina.

This FICDIE I investment fund opens the opportunity for professional investors to become indirect shareholders of EGE Haina and to participate in the development of a portfolio of energy projects in the country totaling more than 1,000 megawatts.

EGE Haina is comprised of a group of companies mainly dedicated to the production of electricity from renewable and conventional sources, and other activities related to the electric sector. The information contained in this report includes *Empresa Generadora de Electricidad Haina (EGE Haina)*, S.A., and its subsidiaries, collectively referred to as "the company." The following table details the list of consolidated subsidiaries directly or indirectly owned by EGE Haina as of December 31, 2023.

Consolidated subsidiaries as of December 2023

Company	Activity	Year of creation	Country of incorporation	% Interest*	Method**
Haina Overseas Corporation, Inc.	Energy	2015	Cayman Islands	100%	C
EGE Haina Renovables, S.A.S.	Energy	2021	Dominican Republic	99.994%	C
Fideicomiso de Oferta Pública de Valores Larimar I, No. 04-FP (Fideicomiso Larimar 1)	Energy	2021	Dominican Republic	100%	C
Siba Energy Corporation (Siba)	Energy	2022	British Virgin Islands	51%	C

* Effective direct or indirect interest participation ** C = consolidation

The company's administration is located in the Lope de Vega Avenue, No. 29, Novo-Centro Tower, 17th floor, Ensanche Naco, Santo Domingo, Dominican Republic.

SUSTAINABILITY MILESTONES
IN THE HISTORY OF EGE HAINA

2011

Start of operations of the first phase of Los Cocos Wind Farm

Sponsorship of the Master's Degree in Renewable Energies of the Pontificia Universidad Católica Madre y Maestra

2012

Accreditation of Los Cocos Wind Farm under the Clean Development Mechanism (CDM) of the Kyoto Protocol

2013

Start of operations of the second phase of the Los Cocos Wind Farm

Registration of phase two of the Los Cocos Wind Farm within the Clean Development Mechanism (CDM)

2014

Recognition of Los Cocos Wind Farm with the "Infraestructura 360" international award from the Inter-American Development Bank (IDB)

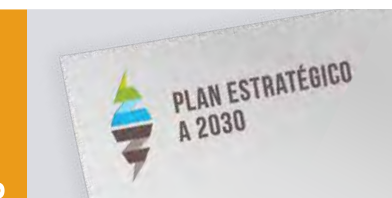
2015

Commissioning of the Quisqueya Solar Photovoltaic Solar Park

2016

Start of operations of the first phase of the Larimar Wind Farm

2018

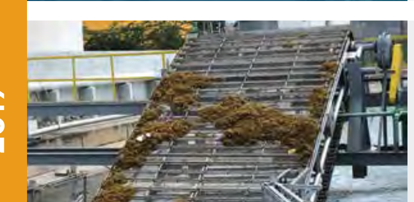


Development of the company's 2030 Strategic Plan

Start of operations of the second phase of the Larimar Wind Farm

2019

Initiation of permanent welfare projects for the human team in the areas of gender equality and labor inclusion



Construction and installation of a mechanical system to prevent sargassum from entering the condenser of the Barahona plant

Both phases of the Los Cocos Wind Farm became the first power stations in the country to receive certifications for carbon bond emissions

2019

Presentation of the company's sustainability-oriented strategy and change of the company's slogan to "sustainable energy"

2020

Complete conversion of the Quisqueya 2 plant to natural gas, reducing its environmental footprint by over 60%

Creation of the Risk and Quality Department and implementation of the Risk Management System

Preparation of the first annual sustainability report, according to GRI standards, corresponding to the 2019 administration

The company receives the Gold Seal "*Igualando RD*" from the Ministry of Women and the UNDP for its cross-cutting good practices aimed at gender equality

EGE HAINA
ENERGÍA SOSTENIBLE

Development of the Corporate Sustainability Plan for 2030

Integration of the company's Sustainability Committee

Creation of the Human Rights, Diversity, and Inclusion Policy

2020

IndicaRSE
INDICADORES DE SOSTENIBILIDAD

Evaluation with the "*Indicarse*" tool on governance, human rights, labor practices, environment, fair operating practices, consumer issues, and active community participation to ensure the good management of these issues

EGE Haina becomes part of the Catalog of Promising Practices of the National Council of Private Enterprise (*Consejo Nacional de la Empresa Privada*, CONEP) and the UNDP

2021

Start of operations of the Girasol Solar Park, the company's sixth renewable energy plant and the largest solar photovoltaic park in the Antilles

Successful launch of the Larimar 1 Trust by EGE Haina

EGE Haina issues a $300 million international bond linked to sustainability

EGE Haina once again receives the *Igualando RD* Seal from the Ministry of Women and the UNDP

RD Incluye

EGE Haina receives the *RD Incluye* Seal for its inclusive good practices regarding people with disabilities

The company holds its first international auction for the sale of carbon credit certificates

2021

EGE Haina once again integrates the Catalog of Promising Practices of the National Council of Private Enterprise (CONEP) and the UNDP

Preparation of the Sustainability Report under GRI standards

Strengthening of the corporate volunteering program

2022

Creation of the Corporate Sustainability Policy

The Girasol Solar Park is recognized by the Caribbean Renewable Energy Forum as the Best Large-Scale Energy Project 2022

For the third time, the company becomes part of the Catalog of Promising Practices of CONEP and the UNDP

Preparation of the Sustainability Report under GRI standards

Compliance with the goals of the Corporate Sustainability Plan was included in the company's overall scorecard

2023

Start of operations of the Siba Energy natural gas plant

Start of operations of the Esperanza Solar Park

Inclusion of sustainability goals, in addition to the company's general dashboard, in the performance management dashboards of the departments responsible for managing indicators

Award of the Pioneer in Green Bonds of the Dominican Republic from the Climate Bonds Awards

EGE Haina becomes the first company in the country's electricity sector to be recognized with the Platinum Seal, the highest distinction awarded by *Igualando RD*

EGE Haina is the first company in the electricity sector to certify a breastfeeding room

Preparation of the Sustainability Report under GRI standards

Establishment of a platform for the registration and management of indicators of the Corporate Sustainability Plan

GRI 2-6

EGE HAINA´S OPERATIONS

GENERATION CAPACITY

EGE Haina is one of the most important electricity generators in the Dominican Republic in terms of generation capacity. It is also the leading company in non-conventional renewable energy in the Antilles..

By the end of 2023, the company had its own electricity generation capacity of 1,140.7 MW through 14 power plants. This capacity includes 190 MW from Siba Energy, a consortium of which EGE Haina is the main partner, and 25.6 MW from the Palenque power plant, which is leased to Domicem and whose energy is marketed by EGE Haina.

The capacity operated by the company is 1,149 MW when adding the 8.3 MW from the Quilvio Cabrera Wind Farm, which belongs to the Punta Cana Macao Energy Consortium (CEPM).

The generation matrix operated by EGE Haina is characterized by its diversity and the significant presence of renewable energy sources, which reached 33.88% of the total installed capacity in 2023. The power generation plants operated by the company are located in six provinces of the Dominican Republic: San Pedro de Macorís, San Cristóbal, Barahona, Pedernales, Valverde, and Santo Domingo.

Siba Energy and Parque Solar Esperanza began operations in 2023. The former is a natural gas power plant with an installed capacity of 190 MW, a consortium of which EGE Haina is the main partner. The latter has an installed capacity of 90 MW.

1140.7 MW

Own generation capacity in 2023

SIBA ENERGY

INSTALLED CAPACITY
190 MW

Natural gas power plant, consortium of which EGE Haina is the main partner

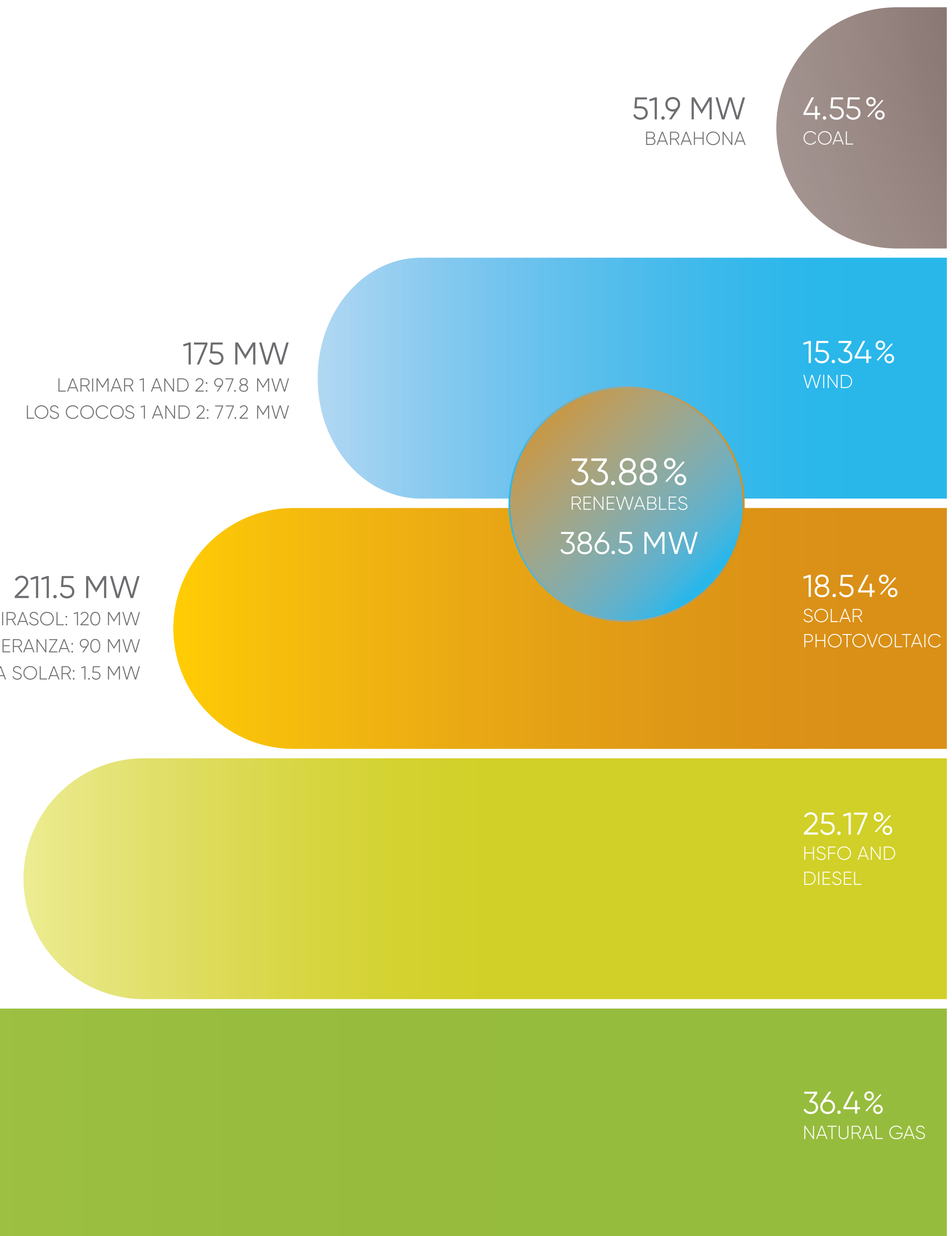
ESPERANZA SOLAR PARK

INSTALLED CAPACITY
90 MW

2023

EGE HAINA´S **GENERATION**

GRI EU1, EU2



14 POWER PLANTS

OWN CAPACITY
1,140.7 MW

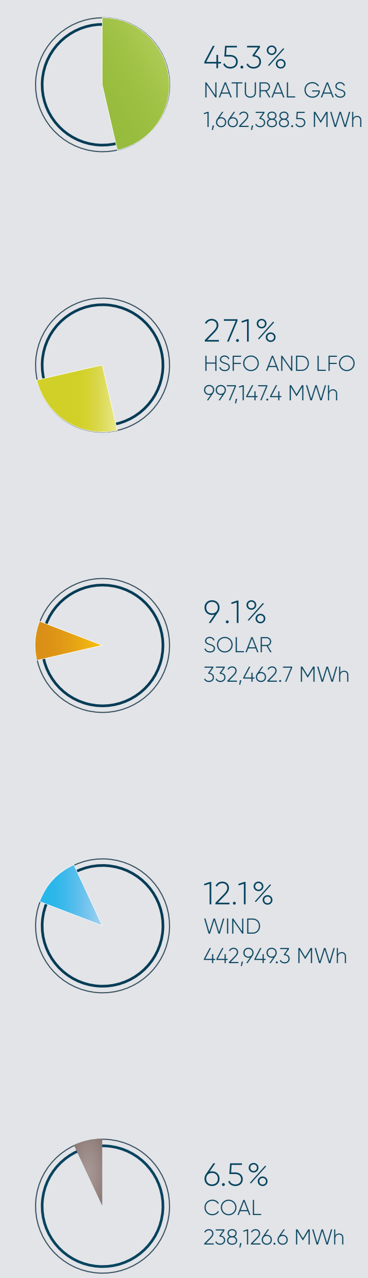
OPERATED CAPACITY*
1,149 MW

GENERATION IN 2023
3,673.1 GWh

*8.3 MW from CEPM's Quilvio Cabrera Wind Farm operated by EGE Haina in addition to its own installed capacity

ABOUT THE POWER PLANTS

GENERATION IN 2023



ESPERANZA SOLAR PARK

SUN

166,670 BIFACIAL
PHOTOVOLTAIC MODULES

The solar panels feature a solar position tracking system that rotates 104 degrees based on the sun's movement, ensuring greater utilization of the area's irradiation, which is higher than the Dominican Republic's average due to its dry steppe climate.

The power generation from this plant avoids the annual import of ~330,000 barrels of oil and the emission of 125,000 tons of CO_2 into the atmosphere. It houses a digital substation, a 13.1 km transmission line at 138 KV, and the adaptation of a line field at the Navarrete substation.

INSTALLED CAPACITY **90 MW**

INVESTMENT OF **USD 94 MILLION**

START OF OPERATIONS IN **2023**

GIRASOL SOLAR PARK

SUN

268,200 PHOTOVOLTAIC MODULES

INSTALLED CAPACITY **120 MW**

INVESTMENT OF **USD 100 MILLION**

START OF OPERATIONS IN **2021**

QUISQUEYA SOLAR

SUN

4,760 PHOTOVOLTAIC MODULES

INSTALLED CAPACITY **1.5 MW**

INVESTMENT OF **USD 3.25 MILLION**

START OF OPERATIONS IN **2015**

LARIMAR 1 AND **2** WIND FARMS

WIND

29 WIND TURBINES

15 VESTAS V112 MODEL (PHASE 1)

14 VESTAS V117 MODEL (PHASE 2)

INSTALLED CAPACITY **97.8 MW**

INVESTMENT OF **USD 220 MILLION**

USD 120 MILLION (PHASE 1) ▲ USD 100 MILLION (PHASE 2)

START OF OPERATIONS **2016** (PHASE 1) **2018** (PHASE 2)

BETWEEN THE MUNICIPAL DISTRICT OF JUANCHO (PEDERNALES) AND THE MUNICIPALITY OF ENRIQUILLO (BARAHONA)

LOS COCOS 1 AND **2** WIND FARMS

WIND

40 WIND TURBINES

14 VESTAS V90 MODEL (PHASE 1)

26 GAMESA G90 AND G97 MODEL (PHASE 2)

INSTALLED CAPACITY **77.2 MW**

INVESTMENT OF **USD 185 MILLION**

USD 82 MILLION (PHASE 1) ▲ USD 103 MILLION (PHASE 2)

START OF OPERATIONS **2011** (PHASE 1) **2013** (PHASE 2)

SIBA ENERGY

NATURAL GAS

12 TURBINES WITH THE CAPACITY TO OPERATE WITH NATURAL GAS, DIESEL, OR HYDROGEN

Siba's quick start-up capability, combined with its flexibility to operate in blocks, allows it to contribute to meeting the growing demand for electricity in the Dominican Republic, while complementing renewable energy generation and providing power and energy reserves for faults and scheduled maintenance of other plants.

INSTALLED CAPACITY **190 MW**

INVESTMENT OF **USD 225 MILLION**

START OF OPERATIONS IN **2023**

QUISQUEYA 2

NATURAL GAS

12 ENGINES WITH THE CAPACITY TO OPERATE ALTERNATIVELY WITH NATURAL GAS OR HSFO
IT ALSO HAS A STEAM TURBINE IN A COMBINED CYCLE

INSTALLED CAPACITY **225.2 MW**

INVESTMENT OF **USD 284.7 MILLION**

START OF OPERATIONS IN **2013**

CONVERSION TO NATURAL GAS IN **2020**

SULTANA DEL ESTE

HSFO

BARGE WITH **9** INTERNAL
COMBUSTION ENGINES THAT OPERATE WITH HSFO

INSTALLED CAPACITY **153.9 MW**

INVESTMENT OF **USD 120.9 MILLION**

START OF OPERATIONS IN **2001**

PALENQUE

HSFO

4 INTERNAL COMBUSTION ENGINES THAT OPERATE WITH HSFO

INSTALLED CAPACITY **25.6 MW**

RENOVATION INVESTMENT OF **USD 450,000**

START OF OPERATIONS BY EGE HAINA IN **2018**

HAINA

LFO

1 LFO GAS TURBINE

INSTALLED CAPACITY **100 MW**

INVESTMENT OF **USD 29 MILLION**

START OF OPERATIONS IN **1998**

PEDERNALES

HSFO

5 INTERNAL COMBUSTION ENGINES
THREE OPERATE WITH DIESEL AND TWO OPERATE WITH HSFO

INSTALLED CAPACITY **7.6 MW**

INVESTMENT OF **USD 5.4 MILLION**

START OF OPERATIONS IN **1978, 2003, 2014** AND **2020**

BARAHONA

COAL

1 STEAM TURBINE AND TWO BOILERS USING MINERAL COAL

INSTALLED CAPACITY **51.9 MW**

INVESTMENT OF **USD 77.4 MILLION**

START OF OPERATIONS IN **2001**

THE PLANT WAS REPOWERED IN **2018**

GRI EU10

PROJECTS UNDER DEVELOPMENT

During 2023, we continued to develop new energy projects that align with the goals outlined in our 2030 Strategic Plan. This plan prioritizes the installation of renewable and natural gas power plants, in line with our commitment to sustainability.

Likewise, we advanced in conducting technical studies and analyses to establish the execution order of projects that will further shape EGE Haina's growth.

Below, we detail the ongoing works during the year covered by this report.

SAJOMA SOLAR PARK

SUN

123,100 PHOTOVOLTAIC PANELS

INSTALLATION CAPACITY **80 MW**

The Sajoma Solar Park is being developed in the municipality of San José de las Matas, in the province of Santiago. It is located in the Central Mountain Range of the Dominican Republic, at approximately 490 meters above sea level, making it the highest-altitude photovoltaic plant in the country.
This plant will have an installed capacity of 80 MW with 123,100 photovoltaic modules. It will annually produce 148,000 MWh, enough to supply the demand of about 60,000 households.
The project, whose construction began in March 2023, will include a substation, a 14.6 km transmission line, as well as the expansion of the El Naranjo substation from 138 kV to 345 kV.

SIBA ENERGY COMBINED CYCLE

NATURAL GAS

INSTALLATION CAPACITY **261.5 MW**

In November 2023, the construction and development of Siba Energy's combined cycle began, a natural gas-fired thermal power plant located in the municipality of Boca Chica, province of Santo Domingo. With the development of this second phase, Siba will add 70 megawatts to its current generation capacity, increasing from 190 MW to around 260 MW. Efficiency will significantly improve as a result of the additional power production derived from the heat recovery of its turbines, without requiring additional fuel.
The total investment in the development of this plant in its two phases will exceed USD 430 million. During its execution, it will generate 500 direct jobs and 1,200 indirect jobs.

MANZANILLO GAS & POWER

NATURAL GAS

INSTALLATION CAPACITY **400 MW**

EGE Haina provides specialized services in different areas for the development of the largest energy project in the country's history, the gas terminal, and the 400 MW Manzanillo Gas & Power generation plant.

GRI 2-6

SUSTAINABLE ENERGY

OPERATIONAL EXCELLENCE

EGE Haina's operational excellence is based on compliance with an Operations Plan that directly contributes to achieving the company's goals.

The activities of the Operations Plan are guided by industry best practices, continuous improvement, and local health, safety, and environmental regulations. The program is based on the following activities:

- Operating generation plants with high efficiency.
- Continuity of the comprehensive fuel process management system.
- Efficient execution of the budget.
- Performing major maintenance of units while optimizing downtime.
- Efficient management of operation and maintenance tasks for all facilities.
- Conducting technical training for personnel.
- Compliance with environmental requirements and indicators.
- Ensuring good performance in Health and Safety.
- Auditing operation and maintenance areas of all plants.

Throughout the year, action plans are developed to continue with the guidelines and procedures for performance testing of generation units for engine and gas turbine plants, ensuring that the guidelines of the Strategic Plan are fully complied with.

Simultaneously, internal audits are conducted in the areas of Operations, Maintenance, Health, Occupational Safety, and Environment, which are adjusted to operation and maintenance guidelines and policies, as well as recommendations from insurers and other external organizations.

OPERATIONAL MANAGEMENT

ELECTRIC GENERATION

EGE Haina's operations are characterized by its commitment to produce the energy required by the National Interconnected Electric System (SENI) and the isolated systems served by the company, responding in real-time to all production requirements governed by the Energy Control Center, and always in accordance with safety, health, and environmental policies.

In 2023, there were two relevant operational milestones for EGE Haina: the start of operations of the **Siba Energy Thermoelectric Plant**, located in Boca Chica, and the **Esperanza Solar Park**, located in the province of Valverde. The commercial operation of these plants began on September 2nd and November 4th, respectively.

In 2023, the total net energy production was 3,673.1 GWh, 17.23% higher than in 2022, when production was 3,133.3 GWh. This increase in generation was due to higher real-time energy dispatch, the start of operations of the new Esperanza Solar Park, and the good operational performance of our generation units.

GRI 302-2, EU2

Net energy production in 2023

QUISQUEYA 2	2023	1,394.02 GWh	37.9 %
	2022	1,387.2 GWh	44.3 %
SULTANA CEPM	2023	592.61 GWh	16.1 %
	2022	479.4 GWh	15.3 %
SULTANA SENI	2023	241.64 GWh	6.6 %
	2022	274.9 GWh	8.8 %
SIBA ENERGY	2023	268.37 GWh	7.3 %
BARAHONA	2023	238.13 GWh	6.5 %
	2022	153.6 GWh	4.9 %
GIRASOL SOLAR PARK	2023	225.48 GWh	6.1 %
	2022	221.4 GWh	7.1 %
LARIMAR 1 WIND FARM	2023	164.36 GWh	4.5 %
	2022	193.9 GWh	6.2 %
LARIMAR 2 WIND FARM	2023	117.61 GWh	3.2%
	2022	140.2 GWh	4.5%
LOS COCOS 2 WIND FARM	2023	117.77 GWh	3.2 %
	2022	144.5 GWh	4.6 %
ESPERANZA SOLAR PARK	2023	105.39 GWh	2.9 %
HAINA	2023	84.09 GWh	2.3 %
	2022	24.7 GWh	0.8 %
PALENQUE	2023	50.03 GWh	1.4 %
	2022	35.4 GWh	1.1 %
LOS COCOS 1 WIND FARM	2023	44.3 GWh	1.2 %
	2022	51.8 GWh	1.7 %
PEDERNALES	2023	28.74 GWh	0.8 %
	2022	24.7 GWh	0.8 %
QUISQUEYA SOLAR	2023	1.59 GWh	0.0 %
	2022	1.6 GWh	0.0 %

NOTE: Less favorable wind conditions in the region, compared to previous years, affected wind production.

3,133.3 GWH
Generation 2022

3,673.1 GWH
Generation 2023

17.23 %
Increase compared to 2022 (539.74 GWh)

The company's main generation units continued to actively participate in the primary and secondary frequency regulation process, an activity through which EGE Haina contributes to the stability of the operation of the National Interconnected Electric System (SENI).

GRI EU6, EU11

MAJOR MAINTENANCE

Maintenance of the generation units is a fundamental activity to ensure efficiency and safeguard operational safety. During 2023, significant maintenance activities were carried out as scheduled, on time, and within resources:

Quisqueya 2 Power Plant
Major maintenance for 72,000 hours of units 1, 2, 7, 8, 9, 10, and 11;
and major maintenance of the steam turbine generator.

Sultana del Este Power Plant
Major maintenance for 156,000 hours of units 1 and 2;
and for 144,000 hours of units 4, 5, and 7.

Pedernales Power Plant
Major maintenance for 170,000 hours of Hyundai unit 1;
and major maintenance for 70,000 hours of Hyundai unit 2.

Palenque Power Plant
Major maintenance for 60,000 hours of unit number 2.

GRI EU30

EFFICIENCY

Throughout 2023, the consolidated heat rate of the company's thermal units was 9,022 Btu/kWh compared to 8,614 Btu/kWh in 2022, which is 4.7% higher due to cyclic operation for testing, the addition of the Siba plant, and increased energy contribution from the Barahona plant, which, due to its age and technology, is the least efficient unit in the company.

Heat rate per unit

Unit	2022 (Btu/kWh)	2023 (Btu/kWh)	Variation
Quisqueya 2	8,071	8,017	0.7%
Siba Energy	-	11,179	-
Sultana del Este	8,489	8,521	0.4%
Barahona	13,181	13,082	0.8%
Haina	12,520	12,144	3.0%
Palenque	9,632	9,510	1.3%
Pedernales	10,032	9,814	2.2%
Total consolidated	**8,614**	**9,022**	**4.7%**

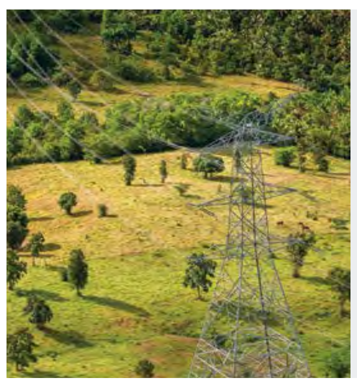
GRI EU3

ELECTRIC MARKET

EGE Haina's commercial objective is to detect and meet the energy needs both within the National Energy Grid (SENI) and in the isolated systems it serves. To achieve this, the company maintains relationships with:

- Business associations related to the energy sector
- Electric distribution companies (EDE)
- Fuel suppliers
- Regulatory and oversight institutions in the electricity subsector
- Other electric power generating companies
- Non-Regulated Users

Within the Wholesale Electricity Market, we operate in both the contract market and the spot market. These operations are conducted under very specific regulations of the electric subsector in the Dominican Republic, which have historically been applied consistently. Most of the electricity consumed in the country is produced and distributed through the SENI, with the remainder in some isolated systems.



In 2023, the energy produced by the company was allocated to National Energy Grid (SENI), two isolated systems (the Punta Cana-Macao Energy Consortium and the Pedernales Electric System), and Non-Regulated Users (NRU). **EGE Haina supplied 14% of the total demand of SENI, with a 20% share in the Non-Regulated Users market.**

GRI 2-6

MAIN PLAYERS IN THE ELECTRIC MARKET

The electric subsector of the Dominican Republic is composed of regulatory entities such as the Ministry of Energy and Mines (MEM), the National Energy Commission (CNE), and the Superintendence of Electricity (SIE), in addition to those entities that produce, transport, distribute, and consume electric energy. There is also a coordinating entity for the operation of the National Energy Grid (SENI) called the Coordinating Body (OC-SENI).

SENI has five electricity distribution companies: EDE Norte, EDE Sur, EDE Este, *Compañía de Luz y Fuerza de Las Terrenas* and the *Empresa Distribuidora el Progreso del Limón*. The first three are owned by the Dominican State and the remaining ones belong to the private sector. In addition to SENI, there are operators of isolated systems, such as the Punta Cana-Macao Energy Consortium (CEPM) and EDE Sur, which also distributes electric energy in the isolated system of Pedernales.

Both hydroelectric generation activity and electricity transmission are reserved for the State, through the Dominican Hydroelectric Generation Company (EGEHID) and the Dominican Electric Transmission Company (ETED), respectively. Additionally, the Dominican State participates in the Wholesale Electricity Market (*Mercado Eléctrico Mayorista, MEM*) as the owner of the Punta Catalina Thermoelectric Power Plant and as a distribution agent.

Sectors supplied by EGE Haina

- Food
- Fuel
- Commercial
- State-owned
- Industrial
- Manufacturing
- Wholesale Electricity Market (MEM)
- Mining
- Tourism
- Transportation

Products and services provided or offered

- Sale of energy
- Sale of capacity
- Compensation for frequency regulation
- Third-party asset operation services
- Lease of HSFO (High Sulfur Fuel Oil) storage assets
- Operations and maintenance services

Types of customers and beneficiaries of EGE Haina's production

- Airports
- Cement companies
- Product traders
- Electricity generation and distribution companies
- Construction material companies
- Food production and distribution companies
- Electricity distribution companies and local generation companies
- Fuel importers
- Mining companies
- Metallurgical companies
- Hospitality service providers
- Universities
- Local free trade zones

Users with an installed capacity equal to or greater than 1 MW can request certification as Non-Regulated Users from the Superintendence of Electricity and negotiate directly with agents of generating and distributing companies for the supply prices of energy.

GRI 2-6

WHOLESALE ELECTRICITY MARKET TRANSACTIONS

Purchases and sales in the electricity market can be made through bilateral contracts and direct transactions.

Private contracts or PPA (Power Purchase Agreements) are used to agree on specific energy and capacity transactions. These contracts are governed by commercial law and can be long-term (five years or more) or short-term (one to two years). Negotiated terms include duration, price, payment terms, guarantees, and other standard provisions. Contracts between generating companies and distributors, as well as with Non-Regulated Users, are registered and managed by the Coordinating Body (OC-SENI).

Direct transactions in the spot market are made at the short-term marginal cost of energy. OC-SENI schedules the dispatch of declared available generating units in the market according to the variable dispatch costs declared by thermal generating units. This establishes the merit order or economic dispatch to match energy supply and demand at a particular moment, optimizing the relationship between the cost of supplying demand and system security. Each month, OC-SENI reconciles the amounts of electricity injected into the system (by generation) and withdrawn (by sales via contracts or spot) by each agent, and determines the resulting economic balance of energy and capacity buyers and sellers in the spot market.

CUSTOMER SATISFACTION LEVEL

During 2023, the Commercial Management of EGE Haina conducted a series of surveys to gather the perception of Non-Regulated Users (UNR) customers, including their authorized energy managers.

The survey was divided into two categories. The first category corresponds to "Commercial Management/ Electricity Market Management," concerning the administrative and commercial process of the energy purchase and sale contract. The second category corresponds to "Regulatory and Engineering Affairs," relating to real-time operation processes and maintenance of substations and commercial metering systems (CMS).

From the list of UNR client contacts, 53 recipients were selected. In the Commercial Management category, 28 people were identified to be surveyed, while for Regulatory and Engineering Affairs, 25 people were identified. Respondents in the Commercial Management category rated their experience with EGE Haina at 4.7 out of 5, equivalent to a 94% satisfaction rate, while in Regulatory and Engineering Affairs, they rated their experience at 4.6 out of 5, equivalent to a 92% satisfaction rate.

93%

Client **satisfaction**

CORPORATE GOVERNANCE

GRI 2-1, 2-9

CORPORATE GOVERNANCE AND GOVERNANCE

The objective of corporate governance at EGE Haina is to ensure, through accountability, an environment of trust and transparency, which is necessary to promote long-term investments, financial stability, and business integrity. The company has a control structure and a set of policies, norms, and practices that govern the decision-making process among the governing bodies to generate value. Through these actions, the company operates responsibly and transparently towards its shareholders and stakeholders.

EGE Haina is an agent of the Dominican Republic's electricity subsector, constituted as a corporation and registered in the country's stock market. As a concessionaire for electricity generation and a securities issuer, the company promptly complies with the laws, regulations, and standards applicable to each of its operations.

Throughout 2023, EGE Haina updated some policies and procedures that ensured efficiency in its actions and the achievement of its objectives. Similarly, all relevant events during the period were communicated to the Superintendence of the Securities Market of the Dominican Republic, the Dominican Republic Stock Exchange, and the general public, through its website.

SOCIAL PURPOSE

The social purpose of EGE Haina is to operate electricity generation facilities for commercialization or self-use, as well as any other related activity that can be carried out in accordance with applicable laws and regulations. Likewise, EGE Haina may engage in any other lawful commercial activity that is similar or directly related to the company's core business.

GOVERNANCE STRUCTURE

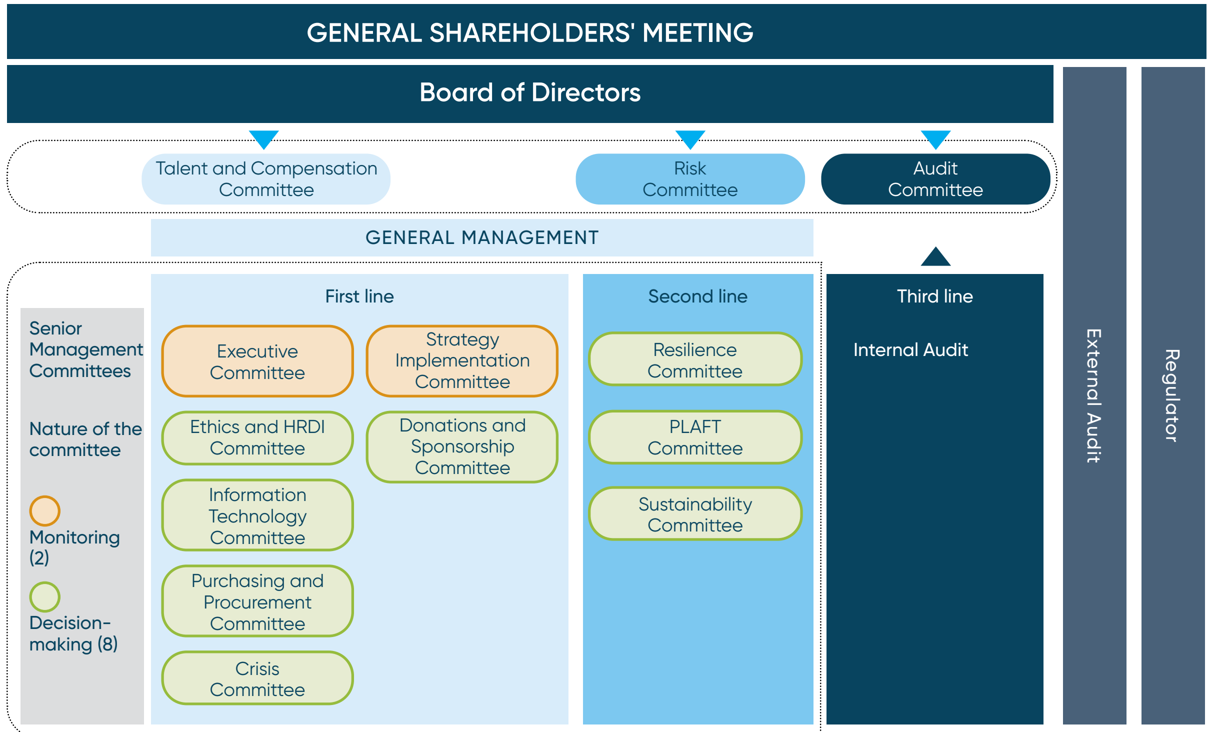
EGE Haina has a governance structure that ensures proper decision-making, accountability, and appropriate controls for value generation. The structure consists of:

- General Shareholders' Meeting
- Board of Directors
- Board Support Committees
- General Management
- Senior Management Committees

GENERAL SHAREHOLDERS' MEETING

The General Shareholders' Meeting is the highest body of EGE Haina; it is composed of the shareholders and has the broadest powers to resolve matters brought to its attention. This body can agree on and ratify any act, operation, or decision within its competence, and likewise, compel shareholders (whether dissenting or absent) to comply with the adopted measures, in accordance with the law and the company's bylaws.

General Shareholders' Meetings may be Ordinary, Extraordinary, or Special. Shareholders attending the General Shareholders' Meeting, duly arranged and with the corresponding quorum, decide by majority vote, as specified in the regulations for matters within their competence. Lastly, it is the Ordinary General Meeting´s responsibility to appoint and determine the remuneration of the individuals who will hold the following positions: president, vice president, secretary, Accounts Commissioner, and member.



First line: ***Risk owners***
- Performs activities to achieve strategic objectives, processes, and projects aligned with EGE Haina's risk appetite.
- Manages risks (mitigate, prevent, transfer, accept, as approved by the Board of Directors).
- Executes reporting activities on the occurrence of risks associated with these activities.
- Designs and operates effective primary controls and procedures in accordance with the organization's frameworks and policies.

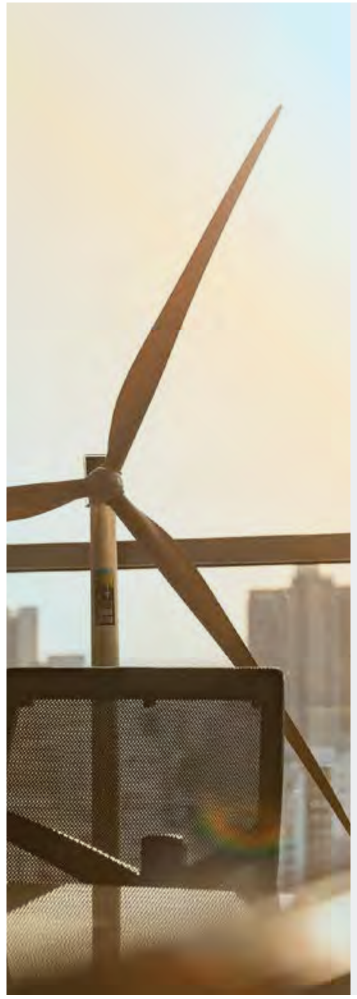
Second line: ***Risk supervision***
- Supports the establishment of an effective risk management framework.
- Monitors the risk profile and its behavior.
- Provides advisory support for challenges encountered in the first line of defense.

Third line: ***Internal audit***
- Provides an independent review of compliance with risk management standards, controls, and guidelines.
- Issues opinions on risk management conducted in the first and second lines of defense to ensure adequacy and effectiveness (continuous improvement).

During 2023, an Ordinary General Meeting was held, during which:
- The Annual Management Report corresponding to the 2022 financial year, the creation of the Board of Directors, and the audited financial statements were approved. All of this in accordance with the decisions taken by the Annual General Meeting on April 27, 2023.
- The payment of a dividend of 45 million dollars was authorized on dates and in amounts permitted by cash flow.

If required, which was not the case in 2023, an Extraordinary General Meeting can be held with the purpose of:
- Decide on the increase or reduction of the share capital, as well as its classification, and approve any other amendment of the company's bylaws, as established by law.
- Determine the transformation, dissolution, liquidation, split, or merger of EGE Haina with another company or companies of the company itself. Also, authorize the modification of the bylaws as a result of these operations.

GRI 2-1, 2-13, 2-16, 2-17, 2-24, 2-27, 202-2



SHAREHOLDERS' RIGHTS

- **Voting.** Each share confers the right to one vote. Each shareholder may participate in General Meetings and, if they own a share, in the Special Meeting.
- **Information.** Shareholders are entitled to the following information for the past three fiscal years, at any time and at the company's registered office: audited financial statements, management reports from the Board of Directors and the Accounts Commissioner, copies of the minutes and attendance list of General Shareholders' Meetings, as well as the exact total remuneration paid to directors in the previous year (certified by the Accounts Commissioner).
- **Dividends.** Shareholders have the right to participate in the distribution of corporate profits and the proceeds from liquidation in proportion to the value of their shares.
- **Preference.** Shareholders have the right of preferential subscription in the issuance of new shares of their class. Furthermore, these new shares confer upon their rightful holder the rights recognized by applicable law.
- **Assets.** Shares grant their rightful holder the rights recognized by applicable law regarding the company´s assets.

GRI 2-10, 2-11, 2-12

BOARD OF DIRECTORS

It is the body authorized by the General Shareholders' Meeting to manage and administer EGE Haina when the members of that body are not deliberating on specific matters, excluding their exclusive power as an entity. The Administrative Management of EGE Haina is in charge of a Board of Directors composed of at least five individuals: a president, a vice president, a secretary, and two members. The members of this board are appointed by the Closed-end Investment Fund for the Development of Energy Infrastructures I (FICDIE I) as of November 2023, an action previously executed by Haina Investment Co. (HIC), and the secretary is appointed by the Patrimonial Fund of Reformed Companies (FONPER).

In November 2023, Haina Investment Co. (HIC) transferred and assigned its shares in Empresa Generadora de Electricidad Haina (EGE Haina) to the Closed-end Investment Fund for the Development of Energy Infrastructures I (FICDIE I), managed and administered by AFI Universal as the fund management company and Trelia Energy Advisors as the industry specialist manager.

The members of the Board of Directors are elected each year and remain in office until their successors are appointed during the Annual General Meeting. It is not necessary to be a shareholder to become a member, as its members can represent State institutions or legally constituted companies. Members may be re-elected one or more times and remain in office until their replacements are elected and assume office.

The Board of Directors of EGE Haina held 12 sessions during 2023 with 100% attendance. It was composed of Leonel Melo, president; Luis Mejía Brache, vice president; George Schwarzbartl, secretary; Manuel Jiménez, member; and Juan Muñoz, member.

Until the transfer and assignment of the shares held by HIC in EGE Haina, the following board members held cross positions during this period:

- **Leonel Melo** served as Chairman of the Board of Directors of EGE Haina, as well as the position of Chairman of Haina Investment Company.
- **Manuel Jiménez** served as member of the Board of Directors of EGE Haina and as a director of Haina Investment Company.
- **Juan Muñoz** served as member of the Board of Directors of EGE Haina, and as a director of Haina Investment Company.

GRI 2-11

BOARD OF **DIRECTORS**

Leonel Román Melo Guerrero
Chairman

Attorney expert in legal strategy, corporate and financial law, tax and business planning, with over thirty years of experience. Graduated in Law from Pontificia Universidad Católica Madre y Maestra (PUCMM), with a master of arts from the University of Notre Dame, and the Advanced Management Program from the IESE Business School. He has conducted research and written on economic analysis of law.

Luis Mejía Brache
Vice President

He is an industrial engineer, graduated from the Pontificia Universidad Católica Madre y Maestra (PUCMM), with an MBA from Georgetown University. He has served for over fifteen years in banking and investment funds. He has also held important executive positions in the banking and energy sectors. He is a managing partner at Trelia Energy Advisors and president of the Dominican Association of the Electric Industry (*Asociación Dominicana de la Industria Eléctrica*, ADIE).

George Schwarzbartl
Secretary

Mr. Schwarzbartl holds a degree in Business Administration from Universidad Católica Madre y Maestra (PUCMM). He is an entrepreneur with extensive experience in the fuel business and other areas. He has been director of the Board of the Santiago Free Trade Zone Corporation (*Corporación de Zona Franca de Santiago*, CZFS), president of the Santiago Merchants Association (*Asociación de Comerciantes de Santiago*, ACIS), and a board member of the Chamber of Commerce and Production of Santiago (*Cámara de Comercio y Producción de Santiago*, CCS).

Juan Manuel Muñoz
Member

Holds a degree in Economics from Universidad de los Andes, with an MBA from the McDonough School of Business at Georgetown University. He has extensive experience in finance and investments. At JP Morgan, he was managing director of the Investment Banking area for over fifteen years. He has been part of INICIA since 2017, where he leads efforts in the Andean region and is a member of several investment and strategy councils and committees.

Manuel Adriano Jiménez Valdez
Member

Holds a Bachelor's degree in Business Administration with dual concentrations in Finance and Economics from Bryant College. He has over twenty years of public-private experience in the energy, commodities trading, and structured finance sectors. He is a member of the Executive Committee of Gulfstream Petroleum, a fuel trading company involved in airport operations, terminals, and storage.

EXECUTIVE COMMITTEE

José A. Rodríguez
General Manager

Maribel Álvarez
Senior Director of Administration and Systems

Esteban Beltré
Senior Director of Operations

Mario Chávez
Senior Director of Commercial and Regulatory Affairs

Antonia Durán
Senior Director of Risk and Quality

Milcíades Melo
Senior Director of Asset Security

Gilda Pastoriza
Senior Director of Talent Management

Guillermo Sicard
Senior Legal and Institutional Director

Ginny Taulé
Senior Director of Communications and Sustainability

Rodrigo Varillas
Senior Director of Finance

GRI 2-1, 2-13, 2-16, 2-17, 2-24, 2-27, 202-2, 207-2

SUPPORT COMMITTEES FOR THE BOARD OF DIRECTORS

Support committees are bodies that collaborate in the management of the Board of Directors and are governed by their internal regulations, without contradicting the provisions established by the company's bylaws and applicable law. In 2023, the Board had two support committees: the Audit Committee and the Risk Committee, which held sessions according to the provisions established in their respective regulations. Although the Talent Committee was approved by the Board of Directors, it did not hold sessions during 2023.

Audit Committee

Supports the Board of Directors in fulfilling its responsibilities regarding the verification of accounting, as well as reports and financial statements, while respecting all legal and regulatory requirements, company policies, and communication to its shareholders, regulatory entities, customers, suppliers, and the general public.

This committee oversees the performance and independence of external and internal auditors, the implementation of proper control systems, and, especially, issues such as risk control, financial control, and the effectiveness of corporate governance practices.

Each year, the Audit Committee reviews and approves the annual audit plan and the resources necessary for the organization to fulfill its work agenda. During 2023, the committee met once every month and was composed of Carlos Barreto, chairman; Ivelisse Ortiz, representing INICIA; José Manuel Taveras Lay, delegate from the Central Bank of the Dominican Republic; and Marcos Troncoso, on behalf of FONPER.

Risk Committee

The Risk Committee is a body that supports the management of the Board of Directors in fulfilling its responsibilities regarding corporate governance oversight, in the identification, evaluation, and mitigation of strategic, operational, environmental, and external risks. Its general function is to assess, monitor, and recommend risk policies and associated practices of the company, as well as to ensure that the organization conducts proper risk management. This Committee is permanent, covering the comprehensive risk management of the organization and its subsidiaries. It consists of four members appointed by the Board of Directors, although it may include members who are not members of the Board. The Risk Committee has a chairman appointed by the Board of Directors. Committee members are appointed or removed by the Board through resolution.

During 2023, the committee met once and was composed of Luis Mejía Brache, chairman; Ivelisse Ortiz, representative of INICIA; José Manuel Taveras Lay, delegate from the Central Bank of the Dominican Republic; and Marcos Troncoso, on behalf of FONPER. The Committee met for the first time in October 2023.

Talent and Compensation Committee

The objective of this committee is to review and recommend to the Board of Directors the human talent issues within its scope, including: approving strategic human talent guidelines, agreeing with the General Management on modifications to organizational structures up to the second level (direct reports of the general manager), and the selection criteria or job profiles of executives leading first and second-level dependencies, as well as the general compensation, benefits, and incentives policy.

The Committee consists of three members, including the Committee chairman, who are appointed by the Board of Directors itself.

For the proper fulfillment of its functions, the Talent and Compensation Committee will meet ordinarily twice a year and, extraordinarily, when convened by the Board of Directors, any of the Committee members, or the chairman of the Board of Directors. It is composed of Amelia Vicini, chairman; Manuel Jiménez, member; and Luis Mejía Brache, member.

GENERAL MANAGEMENT

The General Manager is a position defined in the general bylaws, whose functions are determined by the Board of Directors. Its main function is to direct and supervise all activities of the company ensuring the fulfillment of its social objective, following the rules, internal guidelines, and laws that regulate the business.

. As of January 1, 2023, the General Management of EGE Haina was assumed by José A. Rodríguez Silvestre, who previously served as the company's Senior Director of Development. José Rodríguez holds a bachelor of science degree in Electrical Engineering from the University of Miami and a master's in Business Administration from the *Pontificia Universidad Católica Madre y Maestra* (PUCCM). He has been working in the company since 2006, with over twenty years of professional experience in the management of new investments in renewable and conventional generation infrastructure.

SENIOR MANAGEMENT COMMITTEES

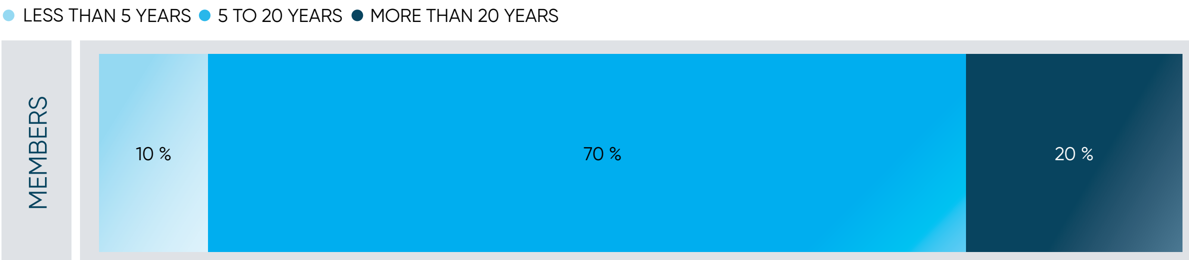
Senior Management Committees are established bodies that serve as a valuable management tool to support the General Management in its duties and, above all, in the fulfillment of EGE Haina's social objective. The company has ten Senior Management Committees, chaired by the General Manager and composed of senior executives, who regulate fundamental aspects of the organization. These committees can be either decision-making bodies or monitoring bodies.

Executive Committee

Presided over by the general manager and integrated by all senior management positions at EGE Haina, departments that report to the general management and operate in accordance with the strategies, objectives, plans, and budgets defined and authorized by the Board of Directors. This committee analyzes, studies, and controls all relevant issues for the company, in line with the established goals and objectives, acting as a monitoring body. The Executive Committee is composed of the general manager, José A. Rodríguez Silvestre, along with 4 female directors and 5 male directors. The female directors are: Maribel Álvarez, Senior Director of Administration and Systems; Antonia Durán, Senior Director of Risks and Quality; Gilda Pastoriza, Senior Director of Talent Management; and Ginny Taulé, Senior Director of Communications and Sustainability. Meanwhile, the male directors are: Esteban Beltré, Senior Director of Operations; Mario Chávez, Senior Director of Commercial and Regulatory Affairs; Milcíades Melo, Senior Director of Asset Security; Guillermo Sicard, Senior Director of Legal and Institutional Affairs; and Rodrigo Varillas, Senior Director of Finance.

- Sessions held in the year: 33
- Average age of members: 54 years
- Members: general manager, 4 female directors, and 5 male directors
- Nationalities: 60% Dominican, 40% from other countries

Length of Service in the Company



Strategy Implementation Committee

Integrated by the General Manager and all departments reporting to it. Its purpose is to present the progress of research, as well as the development of projects and activities related to the Corporate Strategic Plan.

- During 2023, 3 electronic minutes were issued to record relevant decisions.

Resilience Committee

Acts as a collegiate body, advising, evaluating, and promoting best practices in comprehensive risk management and organizational resilience, as well as the best practices in information security. One of its duties is to periodically require assessments of the status of objectives and plans, to carry out reviews and make decisions on risk management, operational resilience, quality management, and strategy and follow-up of information security at EGE Haina. It operates as a mechanism for coordination, communication and articulation of the initiatives of the different roles of the company's second line of defense, acquiring the role of a decision-making body.

- Integrated by 6 members in gender equality.
- The committee met 4 times during 2023.

Ethics and Human Rights, Diversity, and Inclusion (HRDI) Committee

Its mission is to analyze, make decisions, and follow up on measures related to the ethical behavior of employees within the company. Additionally, this committee reviews and approves internal policies and actions regarding non-discrimination and workplace inclusion, equal opportunities, prevention of harassment and violence, among other topics included in the Human Rights, Diversity and Inclusion Policy. This body meets whenever necessary to evaluate, determine, and, if necessary, apply appropriate sanctions. It also meets when there is a need to evaluate norms or rules with the purpose of suggesting modifications or staff training. The committee makes its decisions based on the company's own policy and the Code of Ethics.

- Integrated by 4 members in gender equality.
- The committee met 3 times during 2023.

Information Technology Committee

It is an advisory, evaluative, and driving force committee for best practices on technology and innovation. Its objective is to review and monitor the company's technological strategy, as well as to propose investments in this field that meet the business needs, thus taking on a decision-making role.

- Integrated by 6 members, 2 women and 4 men.
- The committee met once during 2023.

PLAFT Committee

EGE Haina's Prevention of Money Laundering and Terrorism Financing (Prevención de Lavado de Activos y Financiamiento de Terrorismo, PLAFT) Committee of is responsible for ensuring compliance with the company's established policies to prevent and detect individuals or operations that may be linked to this type of crime. EGE Haina is not an Obliged Subject under current local regulations. However, it is committed to the highest moral standards, ethical principles, transparency, and good corporate governance, which is why it has joined the fight against unethical, corrupt activities, money laundering, terrorist financing, and the predicate offenses of these crimes. Since its business actions are committed to the highest moral and ethical standards, it executes an effective program for the prevention of money laundering and terrorism financing. The current members of the PLAFT Committee are: the general manager, the Senior Director of Finance, the Senior Director of Administration and Systems, the Senior Director of Legal and Institutional Affairs, and the Senior Director of Risks and Quality (compliance officer).

- Integrated by 5 members: 2 women and 3 men.
- The committee met twice during 2023.

Sustainability Committee

The purpose of this body is to define the company's Sustainability Policy and ensure the implementation and monitoring of this policy and the Corporate Sustainability Plan, as well as to coordinate resources and efforts for its incorporation into the company's Strategic Plan.

- Integrated by 12 members: 5 women and 7 men, including the general manager.
- The committee met twice during 2023.

Purchasing and Procurement Committee

As an administrative body, it reviews all disbursement requests over USD 10,000, in order to process their authorization. Similarly, this committee approves the bidding processes for all acquisitions of goods or services involving commitments with a value equal to or greater than USD 50,000.

- Integrated by 9 members: 4 women and 5 men.
- The committee met 12 times during 2023.

Crisis Committee

The main task of the Crisis Committee is to respond to incidents or major events that require the allocation of special resources or to make strategic decisions to safeguard the safety of staff and ensure the continuity of operations.

- Integrated by 14 members: 4 women and 10 men.
- The committee met once during 2023.

Donations and Sponsorships Committee

Its mission is to evaluate received requests for donations and sponsorships, to approve or reject them, in accordance with EGE Haina's Social Responsibility Policy. This committee records all responses and manages the course of such requests. It also ensures the execution of the annual budget established for these purposes.

- Integrated by 6 individuals: 4 women and 2 men.
- The committee met 9 times during 2023.

GRI 207-1

LAWS, REGULATIONS, AND STANDARDS APPLICABLE TO EGE HAINA'S OPERATIONS

EGE Haina's management complies with the laws, regulations, and standards applicable to its operations and status as a corporation that issues securities in the Dominican Republic's Stock Market and operates in the country's electricity subsector. Specifically, and without limiting the scope to these mentions, EGE Haina's activities are conducted in accordance with:

The Constitution of the Dominican Republic.

Current codes of the Dominican Republic, and specifically the following laws and regulations:

I. General Law of Commercial Companies and Individual Limited Liability Enterprises, No. 479-08 of December 11, 2008, and its amendment by Law 31-11 of February 10, 2011.
II. General Electricity Law, No. 125-01, dated July 26, 2001, amended by Law No. 186-07 of August 6, 2007.
III. Regulation for the Implementation of the General Electricity Law, No. 555-02 of December 19, 2002, amended by Decree No. 749-02 of September 19, 2002, and further amended by Decree No. 494-07 of August 30, 2007, and amended by Decree No. 523-23 of November 2, 2023
IV. Law No. 57-07 on the Promotion of Renewable Energy Sources and their Special Regimes, of May 7, 2007.
V. Regulation for the Application of Law No. 57-07 on the Promotion of Renewable Energy Sources and their Special Regimes, issued by Decree No. 6523 of February 20, 2023.
VI. Regulation for the Application of the Securities Market Law, issued by Decree No. 664-12 of December 7, 2012.
VII. Law No. 107-13 on the Rights of Individuals in their Relations with the Administration and Administrative Procedure, dated August 6, 2013.
VIII. Law No. 249-17, amending Law No. 19-00 on the Securities Market of the Dominican Republic of May 8, 2000.
IX. Law No. 155-17 against Money Laundering and Terrorism Financing, dated June 1, 2017
X. EGE Haina complies with regulations regarding the right to access the company's financial information, as required by its shareholders, the securities market, and the interested public. Notably, but not limited to, the following provisions are relevant:
    - Articles 200, 201, 202, and 203 of the General Law of Commercial Companies and Individual Limited Liability Enterprises.
    - Article 19 of EGE Haina's bylaws.
    - Section J of Article 24 of the General Electricity Law, No. 125-01 of July 26, 2001, as amended by Law No. 186-07 of August 6, 2007.

RELEVANT EVENTS

EGE Haina's relevant events are available in the Relevant Events section of the Superintendency of the Securities Market´s website (SIMV Virtual Office). For search purposes, you can use the following data:

- Entity type: Issuer of securities
- Entity: Empresa Generadora de Electricidad Haina, S. A.

RELEVANT INFORMATION ABOUT CONTROLLED COMPANIES

EGE Haina holds 51% of the shares of Siba Energy Corporation, a company organized in accordance with the laws of the British Virgin Islands.

ABOUT AFFILIATED COMPANIES

EGE Haina adheres to sections 40 and 41 of the company's bylaws regarding affiliated companies. Details of transactions with affiliates and subsidiaries can be found in the notes to the audited consolidated financial statements, which are available on the investors section at EGE Haina's website and are included at the end of this document.

GRI 2-15, 2-25, 205-2, 207-2

CONTROL ENVIRONMENT

To ensure good corporate governance, EGE Haina has practices of transparency, governance, and comprehensive risk management and control, which contribute to the sustainability of the business. This approach recognizes the importance of good corporate governance to stakeholders, including customers, suppliers, employees, shareholders, financial institutions, regulatory authorities, and the community.

EXTERNAL CONTROLS

Accounts Commissioner
The Shareholders' Assembly appoints at least one accounts commissioner, responsible for presenting a report to the General Assembly on the company's situation, as well as the balance sheet and accounts presented by the Board of Directors.

External Audit
EGE Haina has an internationally recognized external audit firm that provides an opinion on the consolidated financial statements to ensure that they accurately reflect the company's financial position.

Control and Regulatory Institutions
EGE Haina operates under the supervision of the following control and regulatory authorities:

- Ministry of Energy and Mines (MEM)
- Superintendency of Electricity (SIE)
- National Energy Commission (CNE)
- Coordinating Body (OC) of the National Energy Grid (SENI)
- Superintendency of the Securities Market (SIMV)
- Dominican Republic Stock Exchange (BVRD)
- Ministry of Finance
- Ministry of Environment and Natural Resources (MIMARENA)
- Ministry of Industry, Trade, and MSMEs (MICM)
- Superintendency of Pensions (SIPEN)
- Ministry of Labor (MT)
- General Directorate of Hygiene and Industrial Safety (DGHSI)
- General Directorate of Internal Taxes (DGII)
- Ministry of Health and Social Assistance (MISPAS)

Others
In addition to these institutions, EGE Haina's operations may be supervised by other regulatory or control bodies or experts, either through contractual agreements or their participation in local and international securities markets, including credit rating agencies and external consultants appointed by investors. The company's audited annual consolidated financial statements, as well as quarterly interim financial statements, are available on the websites of these institutions and in the investors section of EGE Haina's website.

INTERNAL CONTROLS

Comprehensive Risk Management

As part of the control framework, EGE Haina is committed to comprehensive risk management, internal control, organizational resilience, and continuous improvement, all framed within international standards for best practices. Its comprehensive risk management model consists of three "lines of defense," making it a transversal and dynamic process applicable at the strategic level as well as to projects and initiatives required to maintain an adequate control environment. This model is discussed in more detail later.

Prevention of Money Laundering and Terrorism Financing (PLAFT)

The company is committed to operating with the highest moral and ethical standards and, therefore, willing to implement an effective Prevention of Money Laundering and Terrorism Financing (PLAFT) program. EGE Haina has joined the fight against the scourge of drugs, terrorism, and those crimes preceding these activities, to contribute to the mitigation of the harmful impacts on society and the country's economy, along with social deterioration and unfair competition in the market, derived from these illicit actions.

In 2023, the PLAFT policy and manual were revised, and as of August, an organizational structure defined for PLAFT began operating under the responsibility of the Risk and Quality Department. Likewise, a training program was carried out for all collaborators highlighting the responsibility of each person in their respective processes to raise awareness about the harmful damages involved in not having preventive and mitigating measures in place for situations related to money laundering (ML), terrorism financing (TF), and the proliferation financing of weapons of mass destruction (WMD).

Dissemination and Training

In order to create an ethical culture within the organization, we have a training program for all collaborators highlighting the responsibility of each person within each process and, at the same time, raising awareness about the harmful damages that could affect the organization and society, in case preventive and mitigating measures are not taken.

Code of Ethics

The company has a Code of Ethics that establishes the conduct guidelines to be followed by EGE Haina's employees, regardless of their position, as well as consultants, contractors, and affiliated companies. This code aims to guide them in decision-making and support them in the performance of their duties, ensuring that they always maintain a behavior that reflects excellence and responsibility, based on acceptable parameters of action in the workplace.

Additionally, the company has communication channels available 365 days a year, for anyone, a group, or their representative to report a complaint if they believe they have been affected by an administrative decision or the improper actions of an executive, among other actions. Ethical and compliance leadership begins with senior management, which approves the Code of Ethics and monitors its compliance, along with the Ethics and HRDI Committee. Policies are approved by senior directors of each area.

Internal Audit

EGE Haina's Audit Department performs an objective and independent assurance and consulting function to optimize the company's operations. This area reports to the Audit Committee to ensure autonomy and added value in its activities.

Internal Regulations

EGE Haina has internal corporate governance regulations that serve as a guide for the transparent conduct of all its collaborators, regardless of the role they play. These regulations constitute a supporting element to help achieve short, medium, and long-term objectives. The main regulations used by the company are: Code of Ethics; Corporate Policies; Processes and Procedures.

Links to the policies are available on the intranet for employees, and some policies of external relevance are found on EGE Haina's website for stakeholders.

Procedures for the resolution of internal conflicts between shareholders

As established by Article 54 of EGE Haina's bylaws, in the event of a tie vote that cannot be resolved by mutual agreement during the deliberations of a General Ordinary or Extraordinary Meeting, shareholders are obligated to resort to arbitration. Similarly, it is mandatory to resort to this procedure when differences or disputes arise among them, or if it becomes impossible to resolve issues related to the interpretation and application of the bylaws by mutual agreement.

GRI 205-1, 207-2

COMPREHENSIVE RISK MANAGEMENT

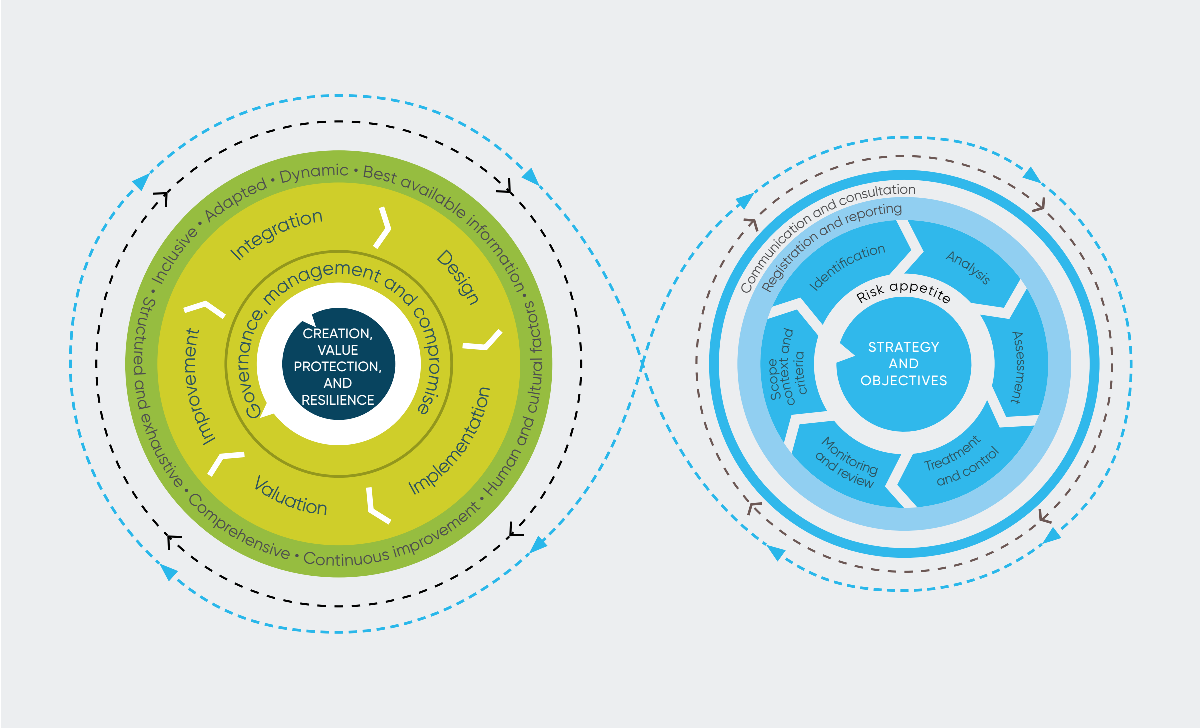
At EGE Haina, the purpose of Comprehensive Risk Management (CRM) is to manage uncertainty regarding the fulfillment of the organization's objectives and contribute to the creation and preservation of value within the company. CRM follows the guidelines, practices, and standards of ISO 31000, COSO 2013, and COSO ERM 2017.

It is also managed in accordance with the guidelines of the comprehensive risk management policy, risk manual, procedures, forms, and the Code of Ethics, among other tools that enable informed decision-making, add value, and enhance organizational resilience.

The Risk and Quality Department, an independent unit within the business that reports directly to the General Management, is responsible for leading the implementation and continuous improvement processes for risk management at EGE Haina. Through Risk Management, this unit advises, issues guidelines, provides consultative guidance, defines practices, exercises governance, and monitors risk management and internal control. The implementation of CRM is supervised on the tactical-operational level by the Resilience Committee, and at the strategic level, by the Risk Committee.

Likewise, the company has a multidisciplinary team of risk managers or "champions" who meet periodically to discuss risk, quality, internal control, and business continuity matters, always advocating for proactive reporting, continuous monitoring, and continuous improvement. Risk managers belong to different processes, areas, or projects within the organization and have taken on this additional responsibility to contribute to the coordination, centralization of risk information, controls, treatment plans, materialization, indicator monitoring, and the design and review of processes in their respective areas, all of which contribute to excellence in quality and organizational resilience.

COMPREHENSIVE RISK MANAGEMENT (CRM) FRAMEWORK AT EGE HAINA



● PRINCIPLES ● FRAMEWORK ● PROCESS

Risk managers are appointed by senior management and functionally report to the Risk and Quality Department, which acts as a facilitating and internal consulting entity for their area in this regard.

On the other hand, the Internal Audit Management is responsible for evaluating the implementation of the CRM, following the “three lines of defense” model.

CRM is a top priority principle in the performance of EGE Haina's collaborators and is part of the proactive culture of awareness and self-control regarding risk management. All company collaborators are responsible for understanding the risks they are exposed to in the exercise of their duties and during the processes in which they participate, as well as managing them appropriately, in addition to knowing and enforcing EGE Haina's risk policy and manual.

COMPREHENSIVE RISK MANAGEMENT (CRM) MODEL AT EGE HAINA

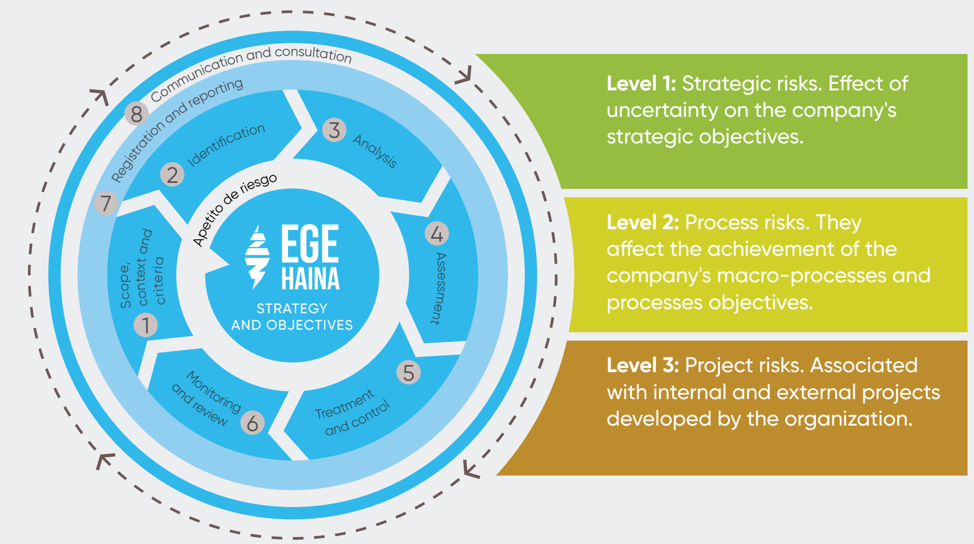
EGE Haina has principles, a framework, and processes for Comprehensive Risk Management (CRM), with implementation levels as follows:

- Level 1: Strategic risks. These refer to the impact of uncertainty on the company’s strategic objectives.
- Level 2: Process risks. These are risks that affect the achievement of the company’s macroprocess and process objectives.
- Level 3: Project risks. These are risks associated with internal and external projects developed by the organization.

The CRM is implemented through the eight steps of the risk management process, which includes the identification, analysis, assessment, treatment, monitoring, objective review, and risk communication of risks, in order to mitigate their effects or prevent their occurrence. During this process, the relationship between objectives, risks, and controls is also reviewed to ensure that EGE Haina has an adequate control environment in the development of its operations. These are the eight steps of the process:

1. Scope, context, and criteria. In this step, the level of the cycle is defined, internal and external contexts are identified, and the assessment criteria or appropriate metrics for probability, impact, and control that will be used in the following steps of the process are ratified.
2. Identification. It involves recognizing the risks that could negatively affect the objectives, depending on the level (the organization’s strategy, processes, and projects). Opportunities are also identified during this step.
3. Analysis. It is the estimation and justification of the probability and impact of risks to obtain their residual magnitude, i.e., the one that already considers the effect of controls.
4. Assessment. It helps determine the course of action, with the risk based on the comparison of the resulting residual magnitude, contrasted with the tolerance areas of the risk matrix and the defined evaluation criteria.
5. Treatment and control. It allows risk management through controls and treatment strategies, to align risk exposure with the defined risk appetite.
6. Monitoring and review. This is a step to monitor, track, and review the risk status, the progress of treatment plans, risk indicators, control quality, and other risk-related issues, to make it visible and contribute to timely decision-making for its management.
7. Recording and reporting. The entire risk management process is recorded and reported to the appropriate bodies, along with their corresponding indicators, to facilitate proactive risk-based decision-making and ensure that the risk profile is managed appropriately.
8. Communication and consultation. During the process, risk management is communicated in an adequate and timely manner to the relevant bodies to strengthen the multidisciplinary participation of all stakeholders.

CRM PROCESS AT EGE HAINA



COMPREHENSIVE RISK MANAGEMENT POLICY

The commitments established in this policy are as follows:

- Comprehensive Risk Management (CRM) will be implemented at all levels and processes of the organization and its subsidiaries.
- The risk appetite framework will be defined by the Board of Directors and implemented in all processes of the organization and its subsidiaries.
- The methodology for comprehensive risk management shall be aligned with international and market best practices.
- Relevant risks must be identified and managed comprehensively, considering their potential impact on the company's objectives, sustainability, and resilience.
- Risk matrices will be constructed for strategic objectives, processes, and projects that meet the materiality criterion, which will subsequently allow for their consolidation into the corporate risk map, for the purpose of their escalation and timely management.
- Potential investments presented to the Board of Directors must have a risk matrix as a requirement for their approval or Final Investment Decision (FID).
- Risk matrices will be reviewed and updated at least once a year, considering different sources of risk, their events, causes, and situations that potentiate them.
- Adequate plans will be defined to prepare for, respond to, recover, resume, and continue the operation of EGE Haina's critical business processes in the event of an interruption event that may significantly affect the company's continuity, including a Business Continuity Plan, a Crisis Management Plan, and a Disaster Recovery Plan (DRP), as well as any other element of organizational resilience. The company must maintain, review, and train its staff on these plans with the appropriate periodicity.

ADVANCEMENTS IN COMPREHENSIVE RISK MANAGEMENT AND RESILIENCE

During 2023, EGE Haina significant progress towards the consolidation and continuous improvement of Comprehensive Risk Management (CRM), building upon the groundwork laid in 2022 and demonstrating an adequate level of maturity through the following actions:

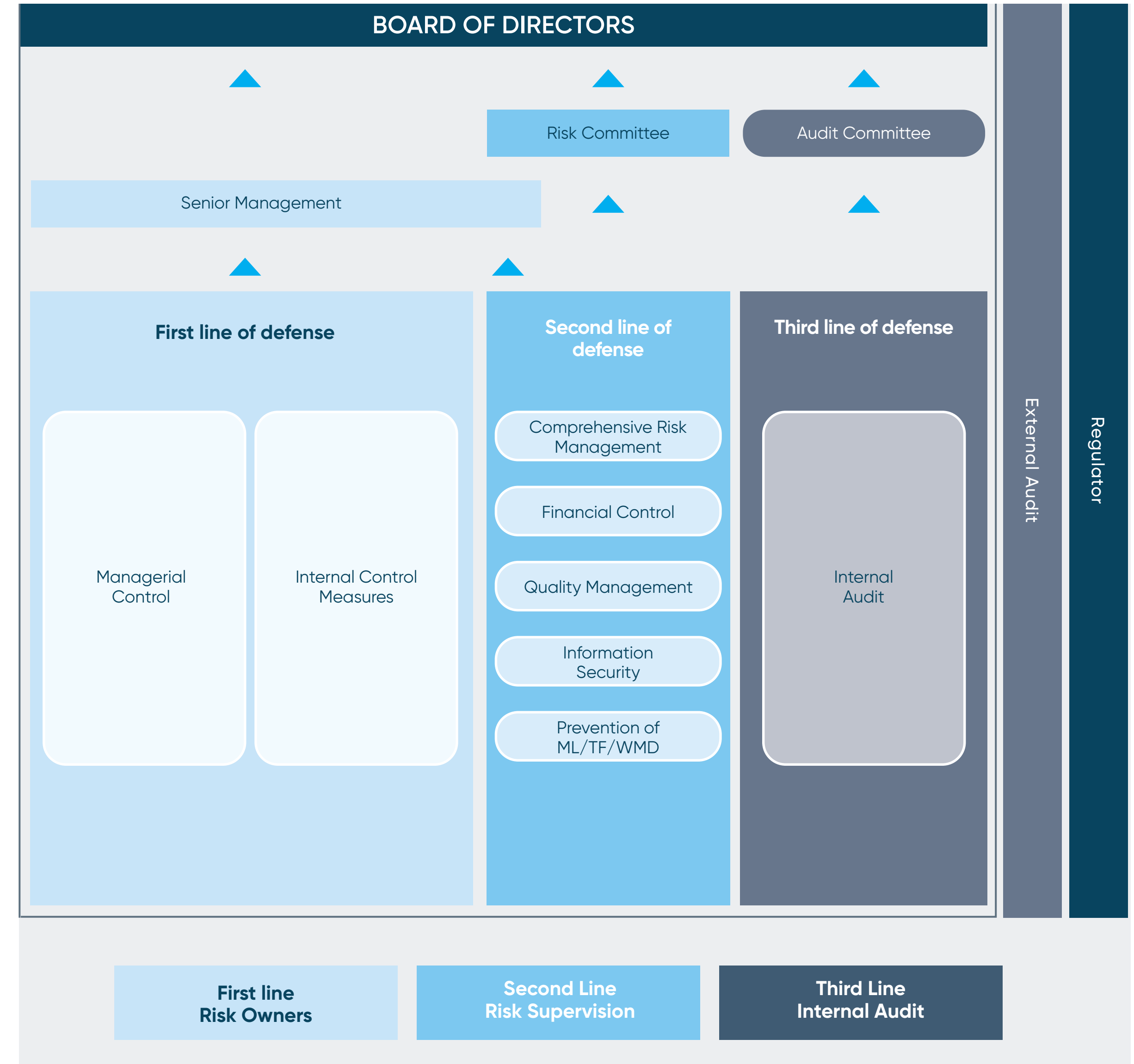
- Performing an update workshop on strategic risks (level 1) with the Executive Committee.
- Definition of a Key Risk Indicator (KRI) for each macro-process.
- Conducting a crisis spokesperson workshop involving the official spokespersons of EGE Haina: the Executive Committee and multidisciplinary support team from the areas of Technology, Operations, SSMA, Communications, and Risk.
- Creation of the Risk Committee, which met for the first time in October.
- Identification of emerging risks with the risk management team and validation with the Executive Committee.

COMPREHENSIVE RISK MANAGEMENT OPERATION

CRM at EGE Haina is a strategic and dynamic process applied across all areas and levels of the business, encompassing all processes and activities, and across all geographical locations where the organization operates. Through CRM, the company fosters its comprehensive risk management culture and promotes attitudes, values, and behaviors that contribute to both strategic and operational decision-making.

EGE Haina's CRM framework follows the "three lines of defense" model. The purpose of this management model is to separate roles and responsibilities. In the first line are the so-called risk owners, in the second are those who perform supervisory and monitoring functions, and in the third, those responsible for independent reviews and internal audits.

As an approach, the three-lines model allows risk owners to have all the tools to manage risk adequately and timely, supported by the other lines. EGE Haina will continue to develop its Comprehensive Risk Management (CRM) in the short, medium, and long term, emphasizing the measurement, monitoring, and strengthening of the maturity level of the risk management culture.



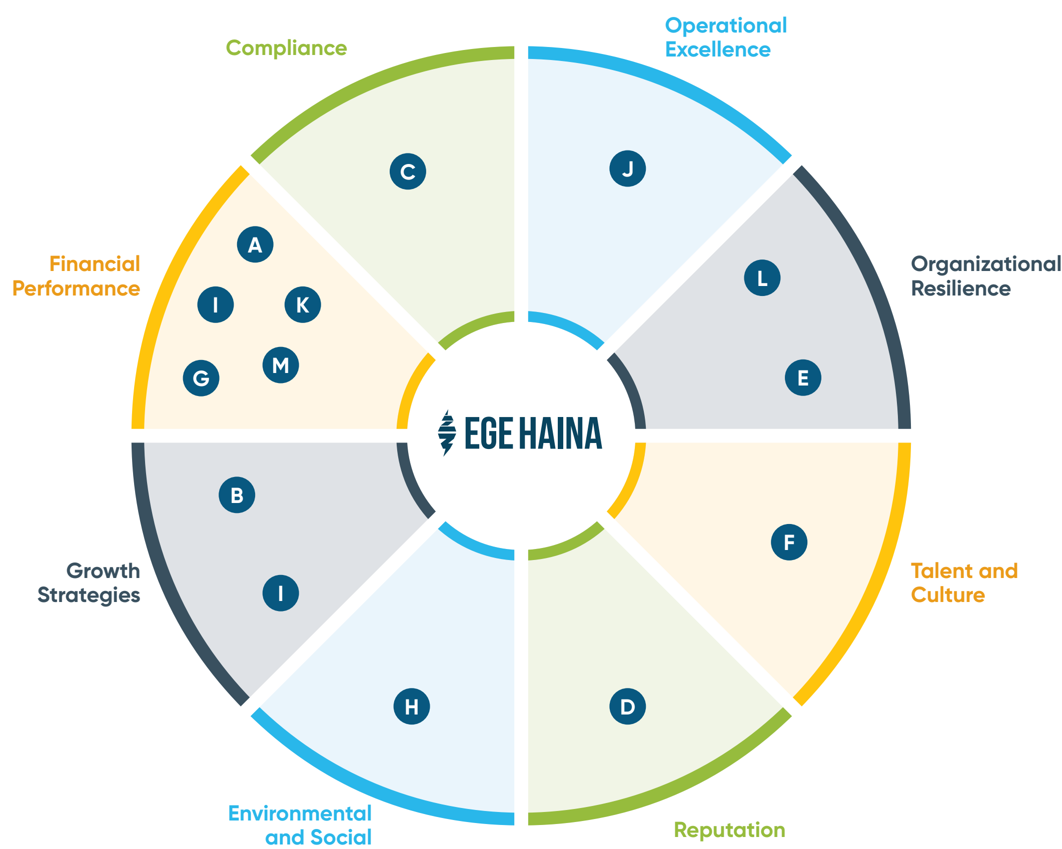
First line: *Risk Owners*
- Performs activities to achieve strategic objectives, processes, and projects aligned with EGE Haina's risk appetite.
- Manages risks (mitigates, prevents, transfers, accepts) according to the appetite approved by the Board of Directors.
- Performs reporting activities on the occurrence of risks associated with these activities.
- Designs and operates effective primary controls and procedures in accordance with the organization's frameworks and policies.

Second Line: *Risk Supervision*
- Supports the establishment of an effective risk management framework and the definition of risk appetite and culture.
- Monitors the risk profile and its behavior.
- Provides advisory support for challenges encountered in the first line of defense.

Third Line: *Internal Audit*
- Provides an independent review of compliance with standards, controls, and risk management guidelines.
- Gives opinions on risk management conducted in the first and second lines of defense to ensure it is adequate and effective (continuous improvement).

RISK FACTORS

By the end of 2023, EGE Haina identified 13 main risks and their mitigation measures, which are aligned with the organization's strategy.



	E	A	P		E	A	P
A ECONOMIC ENVIRONMENT	●	●	●	**H** SOCIAL LICENSE	●	●	●
B COMPETITION	●			**I** UNEXPECTED FINANCIAL RESULTS	●		
C REGULATORY CHANGE	●	●	●	**J** CHANGE MANAGEMENT	●		●
D REPUTATIONAL RISK	●			**K** LONG-TERM CONTRACTING ASSURANCE	●		
E INFORMATION SECURITY AND CYBERSECURITY	●			**L** SUPPLY CHAIN	●		
F TALENT MANAGEMENT: RETENTION, SUCCESSION, AND ORGANIZATIONAL DEVELOPMENT	●		●	**M** LONG-TERM FUEL SUPPLY CONTRACTING	●		
G LIQUIDITY, ACCESS TO CAPITAL, AND COUNTERPARTY CREDIT RISK	●						

E ECONOMIC IMPACT **A** ENVIRONMENTAL IMPACT **P** IMPACT ON PEOPLE

A. ECONOMIC ENVIRONMENT

Potential unfavorable changes in the national and international economic environment that affect the business environment, growth pace, or investment climate can have an adverse impact on the organization and its profitability, especially those factors affecting the customers' ability to pay and national electricity demand. Unfavorable changes in the economic environment can also lead to variations in the aggregate demand of the National Energy Grid (SENI), as well as exchange rate and interest rate risks, which may undermine the company's results.

If the economic conditions in the Dominican Republic deteriorate, the financial position or operating results could be affected. Global inflation and measures that governments are taking to control it, along with exacerbating situations such as international conflicts, could negatively affect the global economy. Any adverse effect on the country's economy could affect the government's ability or willingness to continue making subsidy payments to distribution companies. Consequently, EGE Haina's financial situation and operations could be adversely affected. Likewise, this could have a negative impact on Non-Regulated Users (NRUs) and their ability to purchase electricity or make timely payments to the company. Fluctuations in energy demand lead to variations in quantities sold. These variations also impact energy prices in the spot market and the levels of product purchase or sale.

The exchange rate risk involves recognizing exchange rate differences in the company's income and expenses resulting from variations in exchange rates between its functional currency and the respective foreign currency. To manage this risk, the company continuously monitors monetary assets and liabilities in foreign currency, maintaining short to neutral positions that limit exchange rate exposure.

Exposure to interest rate risk refers to the company's long-term obligations with variable interest rates. The company maintains limited exposure to variable interest rate risks, which may periodically revise their pricing according to market conditions. Similarly, trade receivables and other overdue accounts accrue interest at or above market lending rates, thus covering the cost of their financing.

The country's macroeconomic stability in recent years has allowed for the placement of sovereign debt in long-term international markets on very favorable terms, demonstrating a high level of confidence in the nation's financial performance.

B. COMPETITION

EGE Haina's sales largely depend on the aggregate demand of the National Energy Grid (SENI) and the demand from its contracted customers. The activities of power generation companies that supply SENI and compete for contracts with both Electricity Distribution Companies ("EDEs") and customers as Non-Regulated Users ("NRU") will naturally have an effect on the market. This may occur due to any investment that the competition makes in projects that affect market prices, or equally by contributing to potential increased competition in obtaining power purchase agreements (PPAs).

While it is true that the company maintains high levels of future energy and power contracts, there is a risk that expiring contracts may not be renewed or replaced, which would increase exposure to the spot market and volatility in EGE Haina's cash flow generation for repayment obligations. EGE Haina possesses competitive assets in the market as well as highly experienced commercial teams. The latter are in constant interaction with the market seeking new contracts and proactively renewing existing ones, always aiming to optimize the generation of existing assets.

C. REGULATORY CHANGE

The company's strategy has been defined around the existing regulatory framework, which may be subject to changes as a result of reforms in its applicable legislation. This risk arises from potential regulatory or government policy changes that could generate unrecognized costs or revenue losses that could potentially hinder the development of projects.

EGE Haina keeps regular monitoring of its regulatory framework and potential changes that may affect it, allowing for proactive management in projecting the business and, therefore, the decisions taken for growth.

D. REPUTATIONAL RISK

The company is recognized and admired as a regional leader in sustainable energy. To consolidate itself as such, it is aware of the importance of its relationship with all stakeholders, managing its corporate image, recognizing the institutional brand, committing to the well-being of its employees, and its social investment. Despite the above, and being aware of its external environment, the company's trajectory, size, and relevance in the market and national environment, there is an intrinsic risk due to its positioning and the nature of the operations and projects it carries out. Therefore, it is reasonably understood that it is subject to exposure to reputational risk.

In this regard, the company carries out proactive and comprehensive management of its corporate image, which has resulted in brand strength and the achieved positioning, being a reference in the market as one of the most admired companies in its sector, in the country, and in the region. The company is aware of the importance of the alignment between its actions, its mission highly related to sustainability, which undoubtedly impacts its reputation.

E. INFORMATION SECURITY AND CYBERSECURITY

Cyber threats to critical infrastructure have become increasingly relevant in recent years as a result of a global increase in their materialization, both due to the growth and impact of cybercrime and as a byproduct of cyber warfare resulting from ongoing geopolitical conflicts.

Given its nature of critical infrastructure in the Dominican Republic, the company is exposed to the risk that a potential cyber security and/or information security breach could lead to a disruption of its operations. The potential consequences of this risk could be reflected as the ISO 27001 standard establishes, impacting the confidentiality, integrity, or availability of the company's information.

Within its scope, information security encompasses cybersecurity, which in turn relates to the security of computer equipment, networks, critical systems, and software applications. Due to its relevance to the continuity of its operations, EGE Haina has committed to information security and has established policies, manuals, and procedures aimed at protecting the company's information assets, establishing appropriate controls, and maintaining an adequate level of maturity in both information security and cybersecurity. To this end, EGE Haina has a business continuity plan, a disaster recovery plan according to best practices in the field, as well as cyber incident response plans, which together contribute to its operational resilience and an appropriate control environment.

F. TALENT MANAGEMENT: RETENTION, SUCCESSION, AND ORGANIZATIONAL DEVELOPMENT

This risk encompasses the exposure that every company has to factors related to key talent retention, succession, attracting, developing, and retaining personnel, which contribute to its capacity for growth and organizational resilience. Having good levels of retention and fostering adequate personnel development allow the organization to preserve its know-how and thrive over time.

EGE Haina has talent management policies and procedures that establish the fundamental principles and guidelines for human talent management. Its objective is to create a work environment that promotes personal and professional growth, respect, diversity, inclusion, and high performance, aligned with corporate values and strategic objectives, to contribute to the sustainable success of the company. The fundamental principles guiding talent management at EGE Haina are based on a solid commitment to equality, diversity, and the professional development of our employees. These principles are essential for creating a work environment in which all employees can thrive and contribute to the sustainable success of our company.

G. LIQUIDITY, ACCESS TO CAPITAL, AND COUNTERPARTY CREDIT RISK

Liquidity, access to capital and the credit risk or financial health of the counterparties with whom the company trades are important factors that could affect the organization financially.

Liquidity risk is the risk that the company may not be able to meet its obligations. To mitigate this risk, the company monitors its liquidity needs so that it has sufficient cash in banks and short-term investments to meet its operational requirements and maintains available credit lines with local and international banks to be used if needed.

Credit risk is the risk that a counterparty will not comply with the obligations arising from a financial instrument or sales contract, resulting in a financial loss. For the company, credit risk concentration mainly consists of accounts receivable for energy and capacity sales in the SENI. The main buyers are distribution companies and CDEEE. Although accounts receivable from CDEEE show delays in their current payments, the company has not had a history of uncollectibility with this entity, and collections are being managed through the Ministry of Finance. Likewise, the company maintains power purchase agreements (PPAs) with major industrial customers in the country, which keep their accounts payable up to date.

H. SOCIAL LICENSE

Social license to operate refers to the degree to which an organization and its activities meet the expectations of local communities, society as a whole, and its various constituent groups. The concept of "social license to operate" emerged in 1997 in Quito (Ecuador) during a conference sponsored by the World Bank.

EGE Haina, in line with its mission, vision, and Corporate Sustainability Plan, understands the importance of its social license, which is the result of extensive experience and work under best practices with its stakeholders.

This risk refers to the natural exposure of the social license that the company has built, which could result in affecting the natural operation of the business or projects under development. In this regard, EGE Haina has high skilled and competent professionals for managing relationships with different stakeholders, both in the normal course of business operations and in the growth projects the company executes. Aware of the importance and interrelation of the social license with sustainability, EGE Haina adheres to best practices in this regard and continuously works with communities and stakeholders. The company has been recognized on numerous occasions for its work in sustainability.

I. UNEXPECTED FINANCIAL RESULTS

There is a natural exposure to factors that add volatility to financial results, whether in revenue generation or in the execution of operational expenses, which are intrinsic to the nature of the business. Revenue generation is mostly associated with the performance of the company's asset portfolio, which is estimated by modeling market variables under certain assumptions and premises.

EGE Haina estimates its revenues and operational expenses in accordance with the variables affecting the generation of its assets. With a diversified portfolio, several elements influence the estimation of revenues and expenses, both in its thermal assets and in its renewable generation assets. Some factors to consider include, for example, years of higher or lower rainfall or drought affecting the production of energy associated with water resources; expected wind, its cyclical nature, expected wind and solar production, and the fluctuation of unconventional renewable generation; fluctuations in fuel prices due to significant events external to the natural market volatility, such as armed geopolitical conflicts affecting market behavior. The aforementioned could result in outcomes not aligned with expectations, hindering the generation of resources or liquidity and the borrowing capacity necessary to undertake growth projects.

J. CHANGE MANAGEMENT

The company's business model and Strategic Plan are based on both internal and external contexts, through careful analysis of market variables, future projections, and its growth capabilities. All these elements have natural volatility, given that both external and internal contexts are constantly changing. This presupposes a natural exposure to variables such as the speed of environmental change, organizational inertia, agility in resource alignment, focus and prioritization of initiatives, culture of change, market dynamism, and the emergence of situational circumstances that demand agile and rapid response.

Any material change in business conditions can affect the organization's ability to adapt timely to change and may lead to a review of its objectives and Strategic Plan.

In its growth initiatives, the company has been concerned with implementing practices aligned with risk management, quality management, internal control systems, and other elements that contribute to organizational resilience, all aimed at leveraging its structured growth, resulting in a successful trajectory of sustained growth. Additionally, it has professionals who seek to facilitate and achieve the successful implementation of transformation processes, ensuring they occur in an orderly and organic manner, creating future value while protecting the value already created.

K. LONG-TERM CONTRACTING ASSURANCE

EGE Haina's sales largely depend on the aggregate demand of the SENI and the demand from its contracted customers. In this regard, the acquisition and renewal of energy sales contracts or PPAs (Power Purchase Agreements) is one of the factors that directly influences managing volatilities associated with the company's revenues. Therefore, ensuring long-term contracting may be affected by changes in regulatory environment, government policies, or competitive environment, which could impact the acquisition of new PPAs by electricity distributors, potentially increasing exposure to the spot market and volatility in EGE Haina's cash flow generation for the repayment of its obligations.

EGE Haina has both competitive assets in the market and highly experienced commercial teams. These teams are constantly engaged with the market in search of new contracts, as well as proactively renewing existing ones, always seeking to optimize the generation of existing assets.

L. SUPPLY CHAIN

The main inputs, including fuel provision, materials, and equipment used by EGE Haina for its operation, are sourced internationally, usually received by sea. In this sense, EGE Haina may be affected in its supply chain by potentially severe weather phenomena, which could disrupt maritime traffic, causing delays in the departure of vessels transporting inputs, materials, and equipment to the island, or preventing them from unloading on scheduled dates. Regarding the treatment of fossil fuels, EGE Haina, operating in the Dominican Republic, which is not a hydrocarbon producer, is exposed to the behavior of international fuel markets, both in terms of price fluctuations and the timely availability and quality of the fuels it operates with. Likewise, conflicts such as the recent war between Russia and Ukraine or Israel and Gaza could affect fuel supply in the short term, even though the company's fuel suppliers are located outside the conflict area. To mitigate potential impacts, EGE Haina has monitored the risk and taken appropriate mitigating measures by maintaining sufficient storage capacity to implement an internal policy that allows it to retain inventories between one-third and fifty percent of monthly fuel consumption needs.

To mitigate the risk of supply disruption, the company has purchasing policies that include provisions for minimum stock levels, including fuel availability, which are adjusted or increased during hurricane seasons or in anticipation of unplanned and high-impact events. Similarly, it has provisions for critical equipment and materials for emergency situations.

M. LONG-TERM FUEL SUPPLY CONTRACTING

The cost of natural gas is determined by reference to the index published by Nymex (Henry Hub), while that of liquid fuels and coal is determined by the index published by Platts. Although exposure to international fuel price fluctuations affects generation costs, the declaration of variable costs, and therefore the position of EGE Haina's generation assets on the dispatch curve of the units in the SENI, the company has reasonable coverage against these variations, given that: a) The indexes used in the indexing formulas included in the prices of energy sales contracts are the same as those used in determining the purchase price of fuels, and b) Declared energy prices for transactions in the spot market include fluctuations in international fuel prices. The company maintains a long-term natural gas purchase agreement, while for fuel oil, the company has been tendering annual supply contracts. The coal used by the company for generation is obtained through purchases in the spot market.

SUSTAINABILITY MANAGEMENT

SUSTAINABILITY STRATEGY

Sustainability is the driving force behind EGE Haina. Its operations produce electricity efficiently and respecting the environment, safeguarding the natural resources they interact with and generating value in neighboring communities.

To meet this challenge, the company applies its sustainability strategy focused on three lines of action: 1) investment in zero-emission assets, 2) technological transformation, and 3) development of energy efficiency projects. Through these pillars, EGE Haina materializes its commitment to be a change agent in the Dominican energy sector, assuming goals aimed at reducing the use of fossil fuels and decreasing its own carbon footprint.

Sustainability for EGE Haina is evident in the constant evolution of its power generation matrix, which has systematically advanced in the substitution of fossil fuels, such as coal and fuel oil, for non-conventional renewable energy sources such as wind and solar photovoltaic, as well as natural gas.

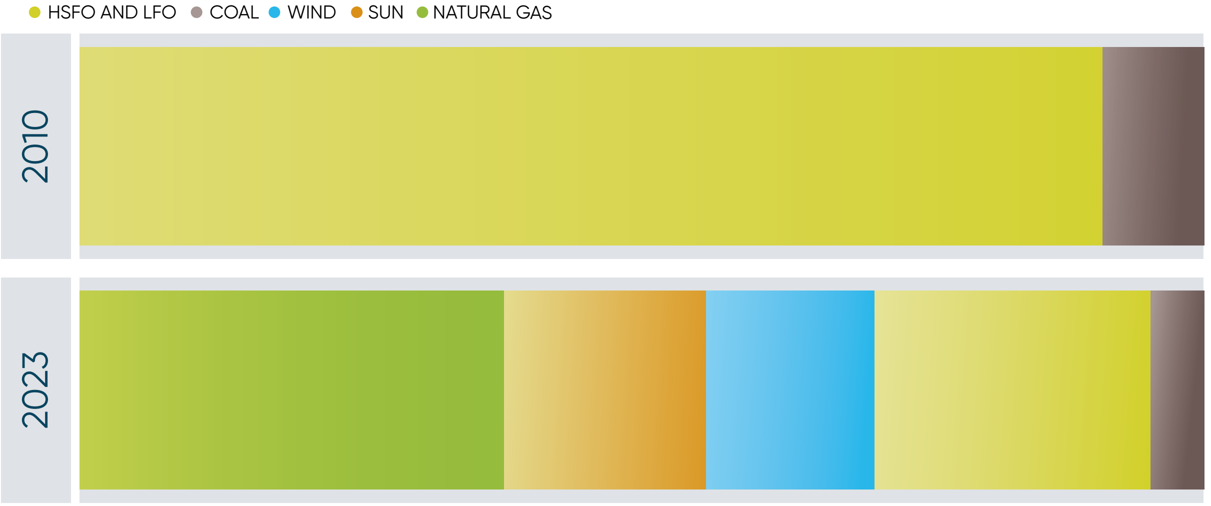
Until 2010, the company's generation matrix was entirely composed of fossil fuels. However, since the development of its first renewable plant in 2011, the company has installed 838 megawatts of new capacity, representing 73.5% of its total installed capacity.

In addition to renewing the bulk of its generation fleet, EGE Haina has done so with a focus on renewable energy and natural gas, which together represent 70.4% of its current installed capacity, with 34% from renewables and 36.4% from natural gas.

EGE Haina has developed over 20% of the new electricity generation capacity installed in the Dominican Republic between 2011 and 2023, totaling approximately 3,800 megawatts.

Another relevant fact is that the company's generation capacity, except for 100 MW in Haina and 1.7 MW in Pedernales, corresponds to plants that have been installed post-capitalization, representing 91% of the current installed capacity of 1,140.7 MW.

Transition of EGE Haina's generation matrix from 2010 to 2023



New, diversified, and substantially increased fleet

838 MW	73.5 %	122 %	70.4 %
latest generation	renewed matrix	increase in the company's effective installed capacity	current matrix corresponds to renewable energy and natural gas

SUSTAINABLE VISION

GRI 2-2

2020 — 2030

STRATEGY 2020-2030

1,000 MW
ADDITIONAL RENEWABLES

2011
Los Cocos 1
Wind farm
25.2 MW

2013
Los Cocos 2
Wind farm
52 MW

2015
Quisqueya
Solar
1.5 MW

2016
Larimar 1
Wind farm
49.5 MW

2018
Larimar 2
Wind farm
48.3 MW

2020
Quisqueya 2
natural gas
225.2 MW

2021
Girasol
Solar park
120 MW

2023
Siba Energy
190 MW

2023
Esperanza
Solar park
90 MW

2024
Sajoma
Solar park
80 MW

2025
Siba Energy
Combined cycle
70 MW

400 MW
NATURAL GAS

Projects under development

DEVELOPED BETWEEN 2020-2030

21%
GOAL ACHIEVED

210 MW
Solar Photovoltaic developed between 2020 and 2023

+ 100%
GOAL ACHIEVED

415 MW
Natural gas developed between 2020 and 2023

CORPORATE SUSTAINABILITY PLAN

To implement the sustainability strategy in each of its operations, EGE Haina has defined a 10-year Corporate Sustainability Plan (2020-2030), resulting from dialogue with stakeholders and its commitment to sustainable operations. The plan is based on the following pillars:

- **Generating a sustainable energy future**. Contributing to the energy balance of the Dominican Republic by producing electricity in an efficient and environmentally responsible manner.
- **Working with our people**. Ensuring the well-being of our team, the development of their talents, and their adherence to the organization's values as a core growth strategy for EGE Haina.
- **Creating shared value**. Promoting the sustainable development of the country through various actions to generate value for stakeholders.

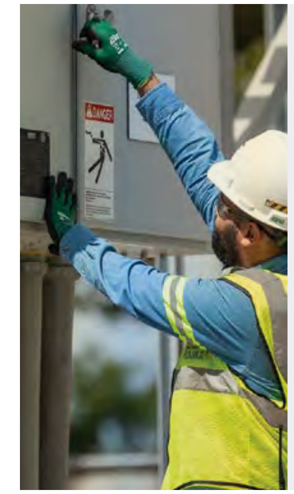
This Corporate Sustainability Plan covers each operation of EGE Haina and is executed by the areas directly related to its implementation and monitoring, to ensure compliance throughout the value chain, maintaining active and direct engagement with stakeholders.

GRI 2-29, EU19

STAKEHOLDER GROUPS

Stakeholder groups are organizations or individuals who have one or more interests in any of the decisions or activities of an organization. Through its sustainability strategy, EGE Haina ensures that all its operations engage in and maintain close, respectful, responsible, ongoing, and productive relationships with all stakeholder groups present in its area of influence, including: employees, clients, local communities, business community, government and authorities, financial institutions, media, suppliers and contractors, and civil society.

EGE Haina's special interest in these groups stems from its level of involvement and connection with the material topics identified by the company.



EMPLOYEES

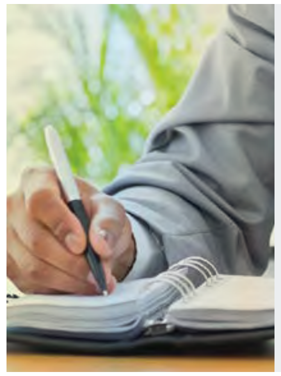
EGE Haina's most valuable asset is its human capital. For this reason, the company's talent management model and organizational culture are focused on guaranteeing the safety and productivity of its employees, promoting initiatives that stimulate their efficiency, sense of belonging, and commitment to strategic objectives. From there, the company works to build long-term relationships with each of them, offering opportunities for growth and workplace well-being, and through a continuous flow of information about operational achievements, occupational safety, job promotions, and new benefits. (More information can be found in the Social Performance and Shared Value section).

CLIENTS

EGE Haina has a client portfolio consisting of companies in the industrial sector, such as: electric power generation and distribution companies; agro-industrial, cement, mining, and metallurgical companies; construction companies; product marketing companies; service companies such as airports and hospitality; fuel distribution companies; and local universities and free trade zones. Regarding clients, a diversified stakeholder group due to medium and long-term contracts, EGE Haina aims to offer the best service to support the development of their respective operations, ensuring sustainable electricity generation at competitive prices and conditions at all times. Additionally, providing timely information about the company's economic performance, its corporate governance practices, and compliance with government regulations. (More information can be found in the Sustainable Energy section).

LOCAL COMMUNITIES

EGE Haina recognizes and engages with local communities surrounding its generation plants to contribute to their sustainable development. To achieve this, programs and initiatives are implemented to promote health, education, sports, culture, technical training, income generation, construction or repair of community infrastructure, environmental care, and strengthening of civil society organizations or relief agencies. Likewise, EGE Haina has active channels and appropriate communication means to provide ongoing information of interest to the communities. (More information can be found in the Social Performance and Shared Value section and in Chapter 3, Sustainability Management).



BUSINESS COMMUNITY

As a member of the country's leading business associations, EGE Haina shares the mission of promoting competitiveness, social responsibility, and economic development in the Dominican Republic. Therefore, it is important for the company to participate in coordination and exchange spaces with other institutions in the country to generate synergies and alliances to work on common goals. (More information can be found in the Membership in Associations section).

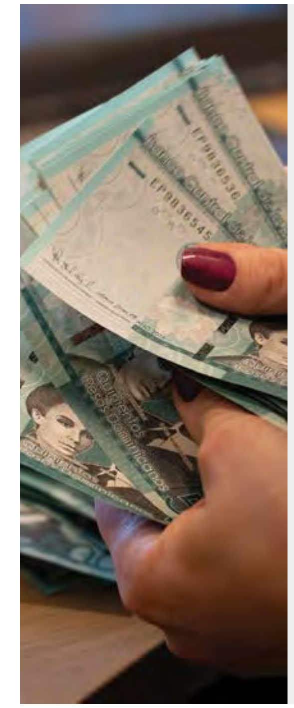
GOVERNMENT AND AUTHORITIES

This stakeholder group includes various government agencies, including regulatory bodies, with whom EGE Haina maintains a dynamic and transparent relationship based on absolute respect for laws, regulations, and rules inherent to their functions. The public institutions with the most significant relationship in the company's activities are:

- Ministry of Energy and Mines (MEM)
- Superintendence of Electricity (SIE)
- Superintendence of the Securities Market (SIMV)
- Dominican Republic Stock Exchange (BVRD)
- National Energy Commission (CNE)
- Coordinating Body (OC) of the National Energy Grid (SENI)
- Ministry of Environment and Natural Resources (MIMARENA)
- Ministry of Finance
- General Directorate of Internal Taxes (DGII)
- Ministry of Industry, Trade, and MSMEs (MICM)
- Superintendency of Pensions (SIPEN)
- Ministry of Labor (MT)
- General Directorate of Hygiene and Industrial Safety (DGHSI)
- Ministry of Health and Social Assistance (MISPAS)

MEDIA

Communication of initiatives, projects, and achievements is an open process at EGE Haina. Through press releases, reports, interviews, among other informational resources, the company provides the media with accurate and timely information about its operations. Likewise, EGE Haina is always willing to address information requests received from the media. (More information can be found in the Connected with the Environment section).



FINANCIAL INSTITUTIONS

EGE Haina's growth plan through 2030 is based on the development of new electricity generation projects from renewable sources and natural gas. These projects involve significant investment aligned with a financial strategy that allows exploring various sources of capital financing through the securities market and trusts. Since the main allies in this process are financial institutions, the company works to strengthen ties with them, based on corporate governance policies characterized by responsibility and transparency. Communication between EGE Haina and this stakeholder group is ongoing, primarily with those financial entities involved in joint projects. These institutions have access to communication channels created so they can access information about the company's financial performance and its market development, as well as its corporate governance practices and actions taken in favor of communities. (More information can be found in the Financial Situation section).

SUPPLIERS AND CONTRACTORS

EGE Haina's operational efficiency requires suppliers and contractors committed to the quality, environmental and social responsibility, and safety standards defined by the company. For this reason, EGE Haina is committed to high operational standards in its relationship with suppliers and contractors, which also enable transparent, ethical, and non-discriminatory management, free from favoritism and influence. EGE Haina maintains constant communication with this stakeholder group about its good corporate governance practices, occupational health guidelines, and procurement processes, so they can adopt and replicate the organizational philosophy. (More information can be found in the Supply Chain section).

CIVIL SOCIETY

With the purpose of promoting energy sustainability, competitiveness, social responsibility, and economic growth in the Dominican Republic, EGE Haina works together with civil society and its organizations in creating joint initiatives. To achieve this goal, the company continues to strengthen its relationships with more than 50 governmental and non-governmental institutions that also seek to implement a social agenda that promotes sustainable development in the country's communities. (More information can be found in the Membership in Associations and Connected with the Environment sections).

GRI 3-2, 3-3

MATERIAL TOPICS

For EGE Haina, material topics are those that directly impact the company's business model and create value for its stakeholders. To keep its material topics updated, the company conducted a new survey, identifying relevant issues according to the organization's context and its market, and then consulted with stakeholders and company executives, resulting in 10 material topics.

- Commitment to our people
- Health and occupational safety
- Commitment to the client
- Social and community commitment
- Responsible environmental management
- Ethics and good corporate governance
- Risk management and resilience
- Operational excellence
- Creation of economic and financial value
- Focus on renewable energy

DIMENSION: • SOCIAL • ENVIRONMENTAL • GOVERNANCE

Commitment to our people

This is reflected in the company's approach and actions on issues such as hiring, recruitment, retention, and promotion of diversity, among other related practices. At EGE Haina, talent management seeks to offer its employees a safe, healthy, inclusive, and balanced work environment. Additionally, this environment must provide equal opportunities for professional growth based on performance. The success of EGE Haina's institutional culture can be confirmed through measurements of organizational climate, internal client satisfaction, employee experience, and managerial leadership.

Health and occupational safety

The health and safety of its employees and contractors are essential for EGE Haina. Therefore, it adheres to international compliance standards, including the registration of occupational safety and health (OSH) incidents and accidents. This registry is part of the company's Occupational Health and Safety Program, which reports to the Safety, Health, and Environment Management and the Talent Management Department.

Commitment to the client

EGE Haina's commercial objective is to detect and meet the energy needs in the National Energy Grid (SENI) and in isolated systems where it provides electrical supply. For this purpose, the company keeps relationships with various client groups, such as: business associations related to the energy sector, electric distribution companies (EDEs), fuel supply companies, regulatory and oversight institutions in the electric subsector, other electricity generating companies, and Non-Regulated Users.

Social and community commitment

Value creation through social programs is only possible when the company has a clear focus on how to direct these activities towards the well-being of communities and measure various parameters, including their cost-benefit effectiveness and alignment with the United Nations Sustainable Development Goals. To ensure communication with the communities where it operates, EGE Haina has various platforms and sponsors social responsibility programs in those areas to promote local development alongside community members.

Responsible environmental management

EGE Haina's operations fully comply with the regulations established by Dominican environmental legislation. Additionally, through its Environmental Policy, the company works rigorously to ensure responsible resource management. Likewise, through its social responsibility and volunteering programs, it carries out reforestation campaigns, beach and mangrove clean-ups, as well as sponsorship of endemic and endangered plant species. Additionally, its employees and students from schools sponsored by the company receive training on climate change, environmental protection, and sustainability.

Ethics and good corporate governance

The term corporate governance refers to the set of rules and guidelines that guide the operating and decision-making processes in companies, with the purpose of strengthening transparency and fostering trust. Ethics is key to transmitting values to business behavior, both for individual conduct and for the organization as a whole. Following these corporate governance guidelines, EGE Haina develops best practices and complies with the highest international standards on risk management in the sector. The principles and values that underpin the ethical behavior of its professional team allow the company to maintain trusting relationships with different stakeholders.

Risk management and resilience

EGE Haina is committed to comprehensive risk management, internal control, organizational resilience, and continuous improvement, framed within international standards of best practices. Its comprehensive risk management model consists of three "lines of defense," making it a cross-cutting and dynamic process applicable at the strategic level as well as to projects and initiatives required to maintain an adequate control environment.

Operational excellence

This topic refers to practices, processes, and procedures aimed at optimizing organizational results. To achieve world-class performance, EGE Haina's operations follow an approach of efficiency and effectiveness that encompasses the comprehensive management of aspects such as safety, occupational health, environment, productivity, and quality. Good results are evident in multiple indicators, including the high availability rate of generation assets and continuous improvement in reducing the consolidated calorific power index used by the company for each kWh produced.

Creation of economic and financial value

This topic is linked to the creation and distribution of economic value, explaining how the organization ensures its financial sustainability and generates wealth for its stakeholders. In 1999, EGE Haina had a value of USD 290 million, and currently, its assets are worth over USD 1.4 billion, thanks to the investments in generation made by the company.

Focus on renewable energy

During thermal production processes, electric companies are responsible for greenhouse gas (GHG) emissions and, for that reason, have the responsibility to significantly reduce their emission levels. The use of renewable energies as clean sources and natural gas as a low-emission fuel helps mitigate the atmospheric consequences of the electricity production process. Over the past thirteen years, EGE Haina has led the transition in the Dominican Republic towards a national energy system that is increasingly decarbonized and sustainable. Currently, 70.4% of the matrix corresponds to renewable energies and natural gas.

Each of the material topics is described and analyzed in depth throughout this Sustainability Report.

GRI 2-23

COMMITMENT TO THE SUSTAINABLE DEVELOPMENT GOALS

The Sustainable Development Goals (SDGs) are a universal call to action by society to end poverty, protect the planet, and improve the lives and prospects of people worldwide. In 2015, the United Nations Member States adopted 17 Goals as part of the 2030 Agenda for Sustainable Development, which sets out a plan to achieve each of the defined targets for the SDGs by the end of this decade.

Through its 2030 sustainability plan, EGE Haina aligns with and contributes to the SDGs through various actions, which, in 2023, achieved 100% of the applicable targets. In the following pages, we present the company's sustainability plan for 2030 and the linkage of its objectives with the SDGs.

COMMITMENT TO THE SUSTAINABLE DEVELOPMENT GOALS
EGE HAINA 2030 SUSTAINABILITY PLAN

ENVIRONMENTAL SCOPE

SDG Impact – Direct	SDG Impact – Collateral	Objectives
4 QUALITY EDUCATION	12 RESPONSIBLE CONSUMPTION AND PRODUCTION	Conduct employee induction every two years on sustainability issues.
6 CLEAN WATER AND SANITATION; 13 CLIMATE ACTION	2 ZERO HUNGER; 14 LIFE BELOW WATER	Volume of freshwater consumption avoided by renewable generation.
7 AFFORDABLE AND CLEAN ENERGY; 13 CLIMATE ACTION		Increase installed MW from renewable sources (cumulative).
7 AFFORDABLE AND CLEAN ENERGY; 13 CLIMATE ACTION		Increase total MWh produced annually from renewable sources.
7 AFFORDABLE AND CLEAN ENERGY; 13 CLIMATE ACTION		Increase tons of CO_2eq emissions avoided per year.
7 AFFORDABLE AND CLEAN ENERGY; 13 CLIMATE ACTION		Increase the percentage of electric units in the company's vehicle fleet with the aim of reducing Scope I GHG emissions volume (cumulative).
12 RESPONSIBLE CONSUMPTION AND PRODUCTION	2 ZERO HUNGER; 14 LIFE BELOW WATER	Reduce the volume of hazardous solid and liquid waste.
13 CLIMATE ACTION; 15 LIFE ON LAND		Plant species from the red list within the perimeter of our power plants.

ECONOMIC SCOPE

SDG Impact – Direct	SDG Impact – Collateral	Objectives
9 INDUSTRY, INNOVATION AND INFRASTRUCTURE	13 CLIMATE ACTION	Generate investment through sustainable finance instruments for transactions.
9 INDUSTRY, INNOVATION AND INFRASTRUCTURE		Conduct economic evaluations of projects using comprehensive financial models that capture effects at both the company and stakeholder levels.
12 RESPONSIBLE CONSUMPTION AND PRODUCTION		Annually report in the Sustainability Report the estimation of direct economic value generated and distributed.
12 RESPONSIBLE CONSUMPTION AND PRODUCTION		Conduct tenders that include Terms of Reference (TORs) and evaluations with ESG criteria for contractors and suppliers.
12 RESPONSIBLE CONSUMPTION AND PRODUCTION	10 REDUCED INEQUALITIES	Increase suppliers from EGE Haina's area of influence.

GOVERNANCE SCOPE

SDG Impact – Direct	SDG Impact – Collateral	Objectives
7 AFFORDABLE AND CLEAN ENERGY; 13 CLIMATE ACTION		Measure internal control maturity (COSO 2013) every two years from 2022.
16 PEACE, JUSTICE AND STRONG INSTITUTIONS	10 REDUCED INEQUALITIES	Conduct annual employee training on AML/CFT.
16 PEACE, JUSTICE AND STRONG INSTITUTIONS	10 REDUCED INEQUALITIES	Annually train employees on the Code of Ethics.
16 PEACE, JUSTICE AND STRONG INSTITUTIONS		Conduct Corporate Governance diagnosis vs. Best Practices every three years from 2024.
16 PEACE, JUSTICE AND STRONG INSTITUTIONS	10 REDUCED INEQUALITIES	Monthly monitoring of the execution of senior management committees according to the frequency established in their respective regulations.

SOCIAL SCOPE

SDG Impact – Direct	SDG Impact – Collateral	Objectives
4 Quality Education	12 Responsible Consumption and Production	Train community members in technical education according to the 2020-2030 strategy, in partnership with accredited institutions.
8 Decent Work and Economic Growth	2 Zero Hunger; 14 Life Below Water	Provide training for workers in the human rights, diversity, and inclusion program.
8 Decent Work and Economic Growth		Increase annual training hours per employee.
8 Decent Work and Economic Growth		Maintain or improve worker satisfaction according to established index.
5 Gender Equality	10 Reduced Inequalities	Increase the percentage of women in leadership positions.
5 Gender Equality	10 Reduced Inequalities	Increase the percentage of operational positions occupied by women.
10 Reduced Inequalities	8 Decent Work and Economic Growth	Increase the percentage of employees with disabilities.
16 Peace, Justice and Strong Institutions		Train suppliers on the company's Code of Ethics.
16 Peace, Justice and Strong Institutions		Remove infrastructure barriers within our offices for people with physical-motor disabilities.
10 Reduced Inequalities	11 Sustainable Cities and Communities	Increase the number of direct beneficiaries of EGE Haina's social management.
10 Reduced Inequalities		Increase the number of indirect beneficiaries of EGE Haina's social management.
10 Reduced Inequalities	11 Sustainable Cities and Communities	Increase the number of activities carried out in the volunteer program.
10 Reduced Inequalities		Engage workers as volunteers in the activities.

GRI 2-28

MEMBERSHIP IN ASSOCIATIONS

Through its affiliation to different entities, EGE Haina contributes to promote the development of the country, the Caribbean, and Central America, particularly by supporting initiatives that contribute to the growth of the national electricity sector and the energy sustainability of the region.

Currently, the company is an active member of the following associations:

- Haina and Southern Region Business Association - *Asociación de Empresas de Haina y Región Sur* (AIE Haina)
- Association of Industries of the Dominican Republic - *Asociación de Industrias de la República Dominicana* (AIRD)
- National Association of the Electrical Industry - *Asociación Nacional de la Industria Eléctrica* (ADIE)
- American Chamber of Commerce of the Dominican Republic
- British Chamber of Commerce of the Dominican Republic
- Chamber of Commerce and Production of Santo Domingo
- Mining and Oil Chamber of the Dominican Republic
- Caribbean Electric Utility Services Corporation (CARILEC)
- Regional Center for Sustainable Economic Strategies - *Centro Regional de Estrategias Económicas Sostenibles* (CREES)
- CIER Regional Committee for Central America and the Caribbean (CECACIER)
- Ecotourism and Production Cluster of Barahona
- Multisectoral Coalition for the Conservation of the Higuamo River
- National Council of Private Enterprise - *Consejo Nacional de la Empresa Privada* (CONEP)
- Dominican Employers' Confederation - *Confederación Patronal Dominicana* (COPARDOM)
- Edison Electric Institute
- Round Table of Commonwealth Countries
- Patronage for the Development of Haina – *Patronato Pro Desarrollo de Haina* (PADESHA)
- National Business Support Network for Environmental Protection (ECORED)

RECOGNITIONS

In 2023, the work carried out by EGE Haina to promote sustainability and inclusion in its operations and stakeholder groups was recognized by important organizations, institutions, and business publications. These distinctions highlight the excellent results of the strategies and policies implemented to date.

Climate Bonds 8TH CLIMATE BONDS AWARDS	"Pioneer in Green Bonds of the Dominican Republic" Award from the Climate Bonds Awards.
GOBIERNO DE LA REPÚBLICA DOMINICANA Consejo Nacional para el Cambio Climático	Special mention from the National Council for Climate Change and Clean Development Mechanism, for EGE Haina's contributions to sustainability and carbon neutrality in favor of the national electricity sector.

First certification under regulation 522-06 of the Directorate of Industrial Safety and Health (*Dirección de Higiene y Seguridad* Industrial, DGHSI) for the Girasol Solar Park and the corporate office located in Novo-Centro.

Recognition with the Platinum Seal, the highest distinction granted by *Igualando RD* of the Ministry of Women and UNDP. EGE Haina has been the first company in the country's electric sector to obtain it.

Recognition by Mercado magazine of EGE Haina as the most admired company in the electric sector and the one with the highest growth in public preference.

Recognition by Summa magazine of EGE Haina among the most diverse, equitable, and inclusive companies in the Dominican Republic.

Recognition by Summa magazine to EGE Haina as one of the most sustainable companies in the country and Central America.

Recognition by Summa magazine to EGE Haina as one of the best employers in Central America and the Dominican Republic.

Certification of one of its lactation rooms by the Ministry of Public Health and the Ministry of Labor. EGE Haina is the first company in the electric sector to achieve this certification.

GRI 2-27, 307-1

ENVIRONMENTAL PERFORMANCE

ENVIRONMENTAL MANAGEMENT

EGE Haina has an environmental management system that spans all its operations. The system is based on the ISO 14001 standard to ensure operational management that identifies, controls, and significantly reduces environmental impacts.

Throughout 2023, the company submitted semiannual Environmental Compliance Reports (ECRs) for its projects and operations under licenses granted by the Ministry of Environment and Natural Resources of the Dominican Republic, demonstrating compliance with regulated limits for effluents, emissions, and waste disposal. Similarly, EGE Haina timely provided the environmental compliance bonds required by Dominican legislation in the field.

During the reporting period, the company processed several permit requests with the Dominican Ministry of Environment and Natural Resources, including the renewal of the environmental license for the Quisqueya 2 plant until March 2030, 6 public hearings for the projects of natural gas importation and electricity generation in the Manzanillo Bay, and 3 public hearings for the Girasol I and II and Tornasol projects in compliance with the Gold Standard carbon credit registration program.

In 2023, the company had 14 environmental incidents, which had no impact on the environment. Twelve incidents involved spills or unintended leaks of chemicals that were contained in spill containment trays, and two involved warning incidents due to the proximity of electrical storms.

EGE Haina's Operating Environmental Licenses

Facility	Facility Issue date or last renewal date	Next renewal date	Status
Barahona Plant	March 17, 2022	March 17, 2029	Active
Haina Plant	March 7, 2018	March 7, 2025	Active
Pedernales Plant	March 7, 2018	March 7, 2025	Active
Larimar 1 Wind Farm	June 25, 2020	June 25, 2025	Active
Larimar 2 Wind Farm	March 17, 2022	March 17, 2027	Active
Los Cocos Wind Farm	March 17, 2022	March 17, 2029	Active
Esperanza Solar Park	July 1, 2021	July 1, 2025	Active
Girasol Solar Park	April 17, 2020	April 17, 2025	Active
Sajoma 1 Solar Park	April 21, 2022	April 21, 2027	Active
Quisqueya 2	March 17, 2023	March 17, 2030	Active
Sultana del Este	March 17, 2022	March 17, 2029	Active

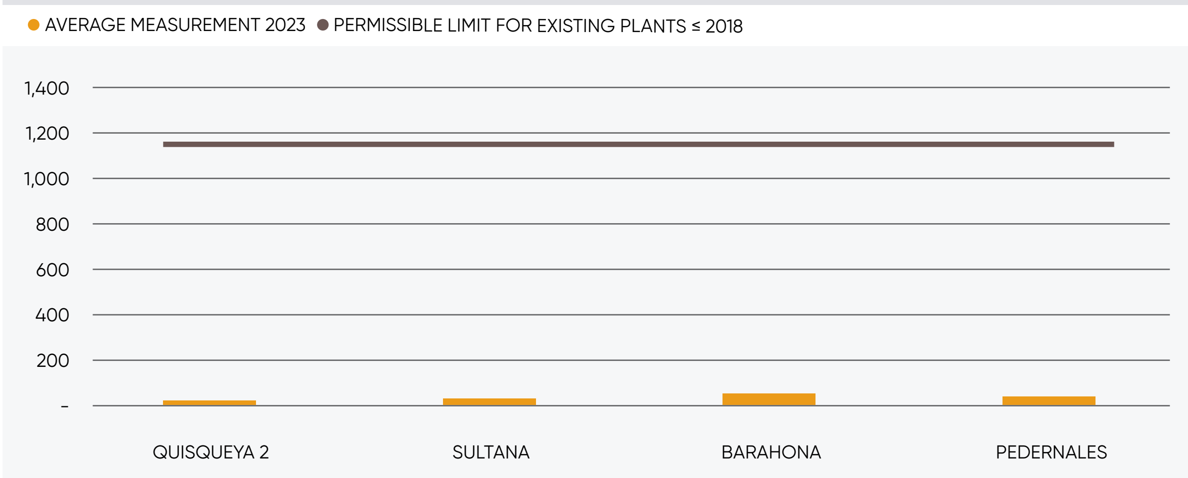
GRI 305-7

MANAGEMENT OF REGULATED ATMOSPHERIC EMISSIONS

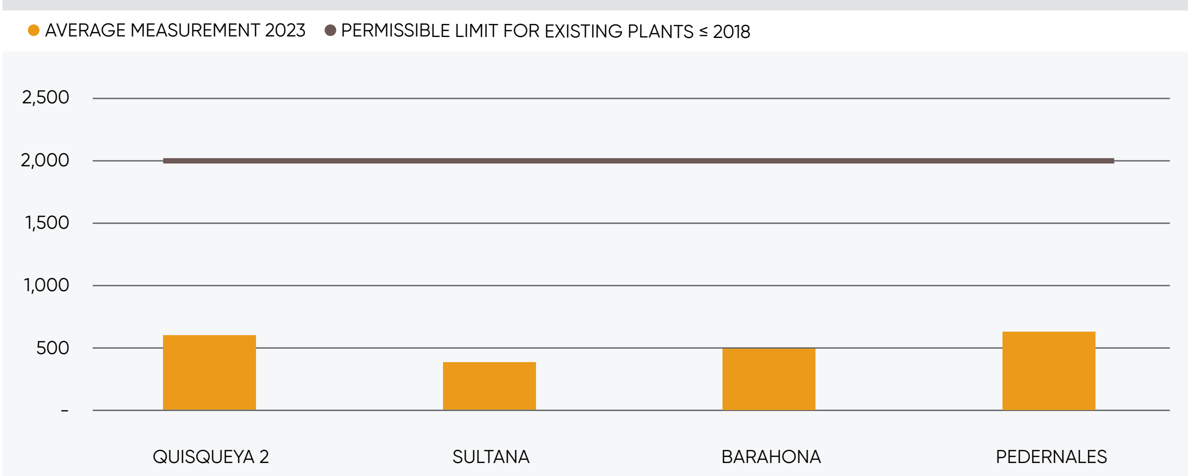
As part of its Environmental Management System, EGE Haina periodically monitors the atmospheric emissions from its fuel-fired power plants to ensure that their fixed emission sources comply with national permissible limits. These measurements are reported continuously to the Dominican Ministry of Environment and Natural Resources.

The atmospheric emissions parameters monitored included carbon monoxide (CO), sulfur dioxide (SO2), nitrogen oxides (NOx), and particulate matter (PM), in addition to mercury (Hg) measurements at the Barahona plant. The measurements were below the maximum limits established in the applicable environmental standard. The following graphs summarize the semiannual measurements presented to the environmental authority in the corresponding ICAs, and the concentration units are expressed in milligrams per normal cubic meter.

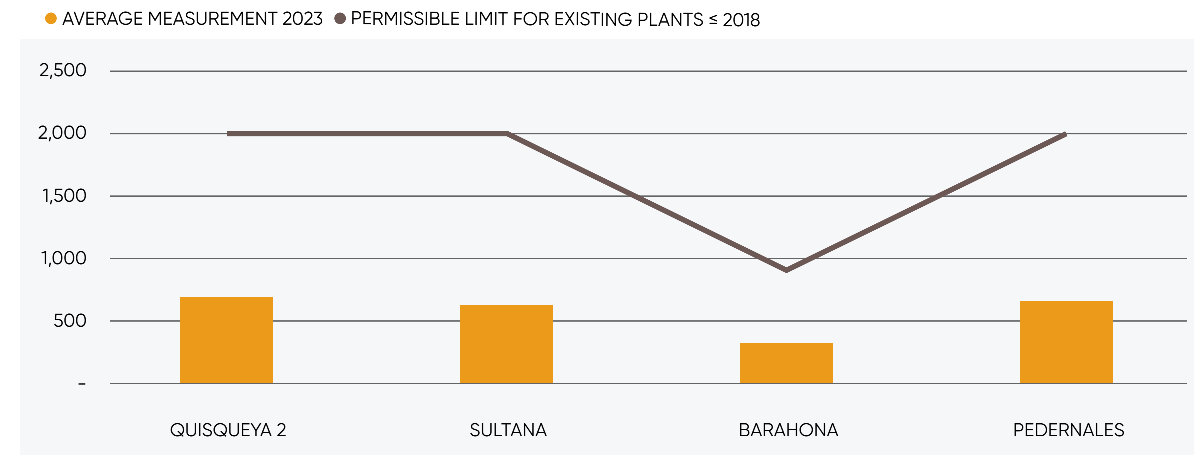
Carbon Monoxide (CO) mg/Nm³



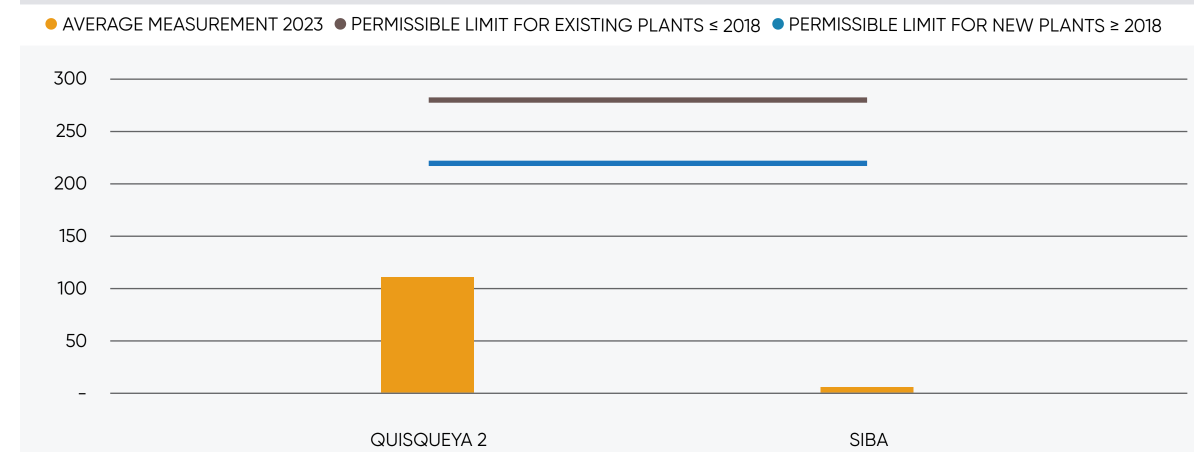
Sulfur Dioxide (SO2) mg/Nm³



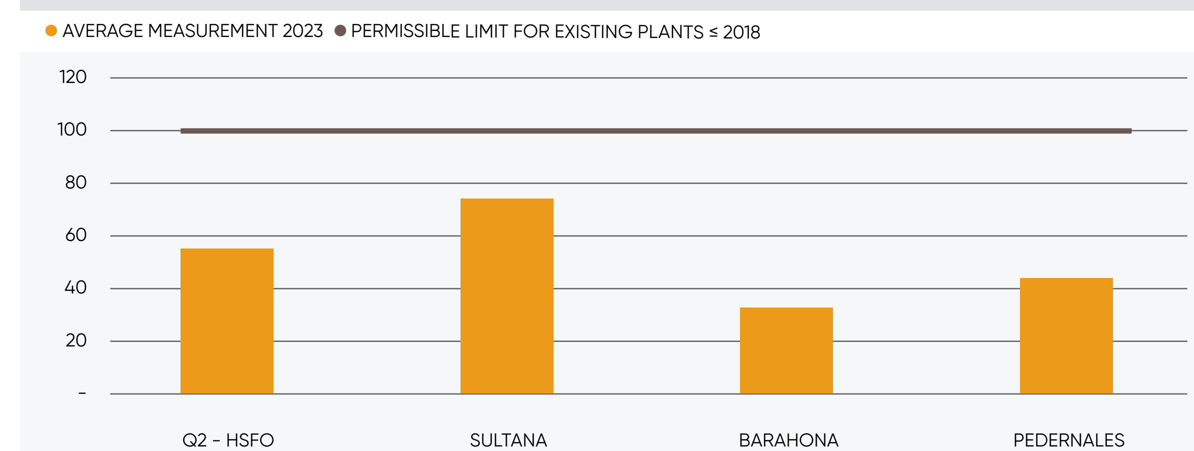
NOx Emissions - Liquid and solid fuel mg/Nm³



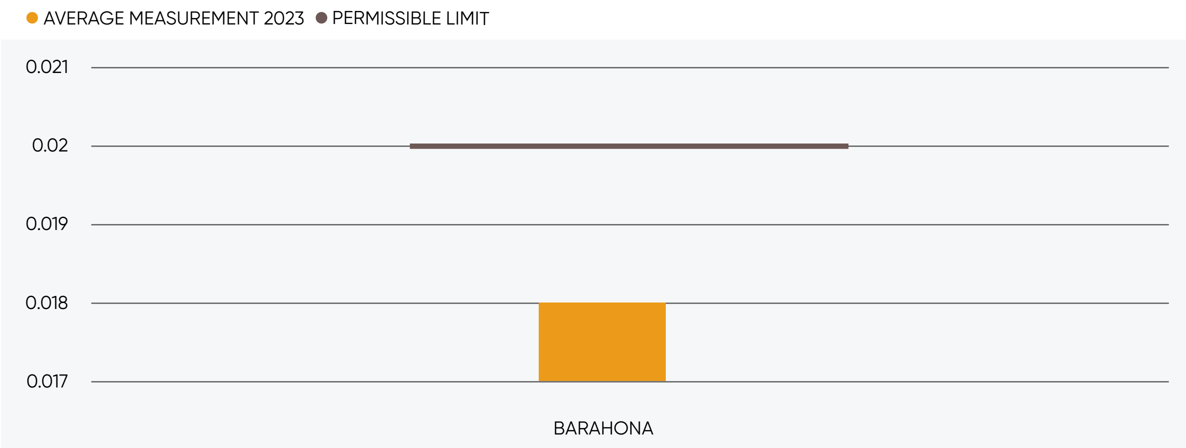
NOx Emissions - Natural gas mg/Nm³



Particulate matter emission mg/Nm³



Mercury emission – coal mg/Nm³



GRI 303-1, 303-2, 303-3, 303-4, 303-5

WATER AND EFFLUENT MANAGEMENT

During the reported period, EGE Haina recorded a total water consumption of 984,825 m³, which is 3.22% less than in 2022. Of the total water consumed, 96% was for use in its power generation plants, and 4% was for domestic use. Out of the total volume consumed in the year, 0.71% (7,037.1 m³) corresponded to effluents, and 99.29% was returned to the environment through evaporation and discharge into rivers, seas, and aquifers in liquid form.

When capturing water for industrial use, the company undergoes a physicochemical conditioning process before incorporating it into the process. Once entered into operation, most of the flow recirculates through the cooling circuits of each thermal power plant. The water that does not evaporate during recirculation is treated as a liquid waste in accordance with the standards required by the country's environmental legislation.

Water consumption (m³)

	BA	W	GI	HA	PA	PE	SI*	Q2	SU	ES	Total
Domestic	17,431.0	112.0	137.8	-	-	3,030.7	-	769.0	17,378.7	46.8	38,906.0
Industrial	83,296.0	-	-	2,876.0	709.1	113.2	1,239.8	843,868.0	13,816.5	-	945,918.6
Total	**100,727.0**	**112.0**	**137.8**	**2,876.0**	**709.1**	**3,143.9**	**1,239.8**	**844,637.0**	**31,195.3**	**46.8**	**984,824.6**

Liquid waste (m³)

	BA	W	GI	HA	PA	PE	SI*	Q2	SU	ES	Total
Neutralization tank	264.0	-	-	-	-	-	-	-	-	-	264.0
Sludge /oily waters	2,162.0	-	-	-	173.7	18.2	-	1,400.5	2,958.1	-	6,712.5
Used oil	-	3.8	-	-	-	-	-	75.7	113.6	-	193.1
Residual septic waters	-	15.2	-	-	-	-	-	45.4	-	-	60.6
Total liquid waste (m³)	**2,426.0**	**19.0**	**-**	**-**	**173.7**	**18.2**	**-**	**1,521.6**	**3,071.8**	**-**	**7,230.2**

BA Barahona **W** Wind Farms **GI** Girasol **HA** Haina **PA** Palenque **PE** Pedernales **SI** Siba* **Q2** Quisqueya 2 **SU** Sultana **ES** Esperanza

* Siba began operations in September. Waste is removed from the project under the management of the combined cycle construction contractors.

GRI 306-1, 306-3, 306-4, 306-5

SOLID WASTE MANAGEMENT

The management of solid waste from EGE Haina's operations is governed by the standards of its Environmental Management System and the guidelines derived from applicable sectoral legislation.

During 2023, the company generated 24,634.8 m³ of solid waste, a 3.66% increase compared to 2022 due to higher electricity generation at the Barahona plant. Of the total waste generated in 2023, 89.8% consisted of ashes that were reused as input for the cement manufacturing process. 5.8% was domestic waste that was deposited directly in authorized landfills, and the remaining 4.4% was industrial waste that was removed and treated by companies accredited by the Ministry of Environment to transport and dispose of these waste materials.

Solid waste (m³)

	BA	W	GI	HA	PA	PE	SI*	Q2	SU	ES	Total
Domestic	354.0	40.0	87.0	59.0	5.3	12.4	-	396.0	461.2	15.7	1,430.6
Marine	648.7	-	-	-	-	-	-	-	-	-	648.7
Oily rags	-	1.2	-	-	15.5	12.7	-	66.5	89.6	-	185.6
Disused batteries	-	-	-	-	-	-	-	30.0	-	-	30.0
Contaminated filters	-	216.0	-	-	-	-	-	-	-	-	216.0
Total generated	**1,002.7**	**257.2**	**87.0**	**59.0**	**20.8**	**25.1**	**-**	**492.5**	**550.8**	**15.7**	**2,510.8**

Ash (m³)

	BA	W	GI	HA	PA	PE	SI	Q2	SU	ES	Total
Fly ash	11,530	-	-	-	-	-	-	-	-	-	11,530.0
Bottom ash	10,594	-	-	-	-	-	-	-	-	-	10,594
Total ash	**22,124**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**22,124**

BA Barahona **W** Wind Farms **GI** Girasol **HA** Haina **PA** Palenque **PE** Pedernales **SI** Siba* **Q2** Quisqueya 2 **SU** Sultana **ES** Esperanza

* Siba's waste is removed from the project under the management of the combined cycle construction contractors.

GRI 302-1, 302-3

ENERGY CONSUMPTION

EGE Haina's electricity consumption during 2023 was equivalent to 2% of the energy generated by its plants. In the case of the Barahona plant, it was 3.5% of the total energy generated by that plant.

Electricity consumption in EGE Haina's operations in 2023

Generation units	GWh
Quisqueya 2	29.34
Sultana del Este	16.88
Barahona	9.02
Siba Energy	5.52
Girasol Solar Park	4.54
Larimar 1 Wind Farm	3.38
Larimar 2 Wind Farm	2.45
Los Cocos 2 Wind Farm	2.31
Esperanza Solar Park	2.15
Haina	1.69
Palenque	1.03
Los Cocos 1 Wind Farm	0.87
Pedernales	0.61
Quisqueya Solar	0.03

GRI 304-2, 304-3, 304-4

BIODIVERSITY MANAGEMENT

As part of its Sustainability Program, EGE Haina promotes the conservation of natural resources in the areas where it operates. In this regard, during 2023, it initiated a pilot project to study on a small scale the feasibility of integrating community sheep grazing into weed control processes in the Girasol Solar Park. The project, called "*El Buen Pastor*" (The Good Shepherd), involves the introduction of sheep from three local owners in the Yaguate area, offering their herds security, veterinary services, shelter, and food. EGE Haina assessed the ability of sheep to control weeds versus traditional solutions, obtaining favorable initial results, to the extent that there is a challenge to double the herd during 2024, with the purpose of increasing the generation of social value for neighboring landowners to the solar park.

El Buen Pastor Project

Project start date	March 2023
Number of community owners	3
Number of sheep in the herd	45
Number of lambs born in Girasol	9
Weed consumption (m^2 x sheep x day)	6

Parallel to its "*El Buen Pastor*" project, in the same solar park, EGE Haina has been developing the "El Arboreto" conservation project since 2022. This project allows the conservation of 32 tree species in 78 hectares of land within the perimeter of that power plant. The species are endemic to the Dominican Republic, including 15 species listed as vulnerable or endangered according to national and international authorities. In 2023, a drip irrigation system was installed to support the species in this vital phase for their survival by providing a continuous water source, in addition to periodically controlling weed growth on the land.

Arboreto Project

Project start date	January 2022
Number of *tareas* planted	78
Number of species planted	32
Number of Red List species	15
Number of trees	1,200

EGE Haina's operations are not located within or adjacent to protected biodiversity areas according to local and international authorities.

GRI 201-2, 305-1, 305-5, EU5

CLIMATE CHANGE MANAGEMENT

In this decade, accelerated action to adapt to climate change is essential to close the gap between current adaptation measures and those still needed. The 2023 report from the Intergovernmental Panel on Climate Change (IPCC)[1] warned of the Earth's average temperature increase of 1.1°C, with global warming being entirely human responsibility.

Similarly, the latest Global Risks Report[2], published annually by the World Economic Forum (WEF), identifies environmental risks as the main ones in the short, medium, and long term. Failure to combat climate change, extreme weather events, biodiversity loss, and ecosystem collapse rank highest in the global risk ranking with the most impact for the next decade worldwide. Focusing on the Dominican Republic, this document indicates that the country's top five risks are extreme weather events, followed by public debt, economic crisis, inflation, and involuntary migration.

This forecast is also echoed in the World Bank Group's National Climate and Development Report for the Dominican Republic[3], published in November 2023, which warns that the country's geographical position and island condition make it highly vulnerable to natural crises such as floods, storms, and hurricanes, resulting in significant human and economic losses. Therefore, it proposes that the primary transition to be managed at the national level is to become a more climate-resilient economy to reduce exposure to the macroeconomic, poverty, and distributive impacts generated by climate change. Secondly, it indicates that to achieve its climate and development goals, the country's economy will need to undergo a structural transition from carbon emissions towards neutrality.

In this context, the Government of the Dominican Republic has committed to reducing its nationally determined contribution (NDC) by 27%, which will result in a total decrease of 13.85 $MtCO_2e$ by 2030[4].

EGE HAINA'S CLIMATE COMMITMENT

EGE Haina generates electricity in a way that is efficient and responsible with its environment, where sustainability is the driving force behind its operations. For this reason, every action of the company demonstrates its commitment to being an agent of change in the energy sector of the Dominican Republic, working to contribute to the reduction of dependence on fossil fuels. In this sense, EGE Haina has committed to reducing and/or offsetting greenhouse gas (GHG) emissions from its operations, for which it works to boost investment in zero-emission assets and optimize production assets.

INVESTMENT IN ZERO-EMISSION ASSETS

Currently, EGE Haina has four wind farms and three solar parks, with an initial investment exceeding USD 600 million. With these generation units, the company avoided 488,665 tons of CO_2 in 2023 that would have been emitted by fuel consumption in thermal power plants equivalent to its electricity production. This emission offset has supported the achievement of the goals of the Paris Agreement, established in the nationally determined contribution.

In parallel with its investment in generation units with renewable sources, EGE Haina has a strategy to replace combustion vehicles with electric vehicles. This replacement is carried out gradually, in accordance with EGE Haina's Vehicle Operation Policy, setting annual budget allocations for this purpose. As of December 31, 2023, electric vehicles accounted for 22.6% of EGE Haina's total vehicle fleet. According to the company's projections, by December 31, 2030, the total figure will reach the target of 50% of the fleet.

1 Official IPCC Press Release of March 20, 2023. https://www.ipcc.ch/report/ar6/syr/downloads/press/IPCC_AR6_SYR_PressRelease_es.pdf

2 Global Risk Report 2024, World Economic Forum. https://es.weforum.org/agenda/2024/01/informe-sobre-riesgos-globales-2024-los-riesgos-aumentan-pero-tambien-nuestra-capacidad-de-respuesta/

3 2023 National Climate and Development Report for the Dominican Republic. https://openknowledge.worldbank.org/entities/publication/92ff46b2-650d-4395-b1d4-9c51dcdc6448

4 NDC International Commitments published by the United Nations Development Program. https://climatepromise.undp.org/es/what-we-do/where-we-work/republica-dominicana

FUEL SUBSTITUTION

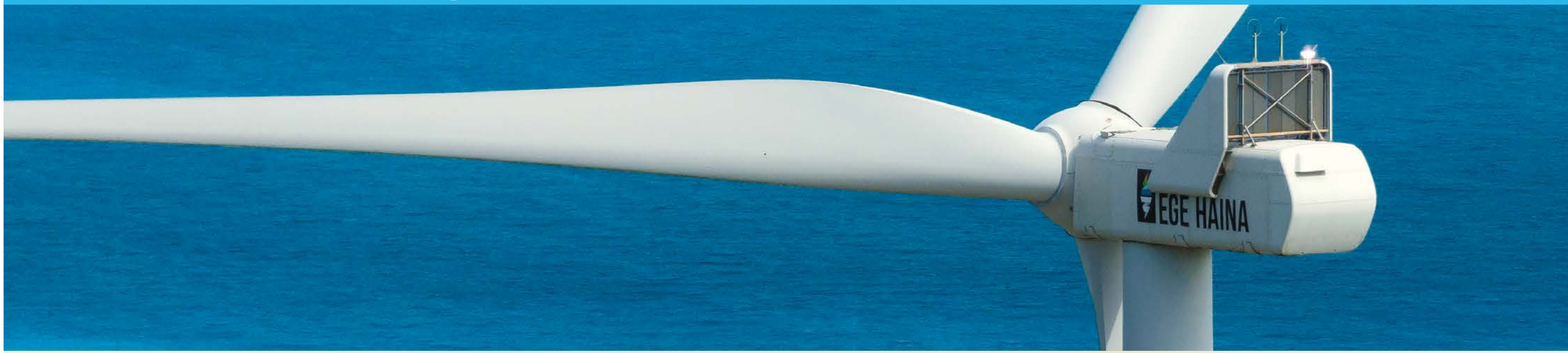
EGE Haina complements its climate commitment with actions aimed at substituting fuels with high GHG emissions for low-emission ones, such as natural gas. The company's Strategic Plan promotes the objective of decarbonizing its energy matrix, combining renewable energy projects with an installed capacity of 415 MW of natural gas, which strengthen EGE Haina's contributions to the fight against global warming.

During 2023, EGE Haina's thermal projects emitted 1,797,839 tons of CO_2 equivalents, while its renewable plants avoided the emission of 488,665 tons, resulting in a net emission per generation of 1,309,173 tons of CO_2 equivalents. The calculation of CO_2 equivalent produced by the company was based on the method of the Environmental Protection Agency (EPA) of the United States Government.

CO_2 equivalent balance, year 2023

	Fuel consumption				
Facility	**Natural gas (mmbtu)**	**HSFO (Bls)**	**LFO (Bls)**	**Coal (Ton)**	**Tons CO_2e emitted**
Quisqueya 2	8,226,298	506,276	16,085	-	683,904
Sultana	-	1,134,125	620	-	538,668
Barahona	-	-	-	132,217	281,178
Siba	3,020,385				160,318
Haina TG	-	-	176,874	-	76,081
Pedernales	-	31,060	15,386	-	21,363
Palenque	-	75,888	698	-	36,326
Total emitted					**1,797,839**
Facility					**Tons CO_2e avoided**
Los Cocos 1	-	-	-	-	27,059
Los Cocos 2	-	-	-	-	71,753
Larimar 1	-	-	-	-	104,929
Larimar 2	-	-	-	-	76,201
Quisqueya Solar	-	-	-	-	1,039
Girasol	-	-	-	-	141,005
Esperanza	-	-	-	-	66,680
Total avoided					**488,665**

4 **WIND** FARMS



+USD 600 Millions of dollars **in renewable energy investment**

488,665 TONS **CO_2** avoided in 2023

3 **SOLAR** PARKS

GRI 2-7, 2-8, 201-3, 401-3, 404-1, 404-2, 404-3, 419-1, EU14

SOCIAL PERFORMANCE AND SHARED VALUE

EMPLOYEES: EGE HAINA´S DRIVING ENERGY

TALENT MANAGEMENT

The capacity, dedication, and commitment of EGE Haina's human team are decisive factors for the development of its operations in coherence with the projected objectives in a context of constant change. In this line, the company reviewed and updated talent management processes to ensure their speed and effectiveness. During 2023, progress was made in the implementation of SAP SuccessFactors, initiated in 2022. This system has made it possible to automate processes and generate real-time data reports, which is essential to optimize the recording of online transactions and confirm that they comply with the organization's policies.

EGE Haina promotes open and transparent communication at all levels of the organization. Along with improving the systematization of its internal processes, the company has fostered an organizational culture focused on promoting a good quality of life for its employees and their families, always ensuring human rights, diversity, and inclusion of the people who are part of the organization.

Organizational culture

For EGE Haina, people are the most valuable asset. Therefore, it promotes a harmonious, respectful, and appropriate environment for the integral development of employees and the optimal accomplishment of their work. This organizational culture means that every day, staff members begin their work motivated by a sense of purpose and conclude it with a sense of achievement and satisfaction.

The company's organizational culture is characterized by collaboration, teamwork, diversity, respect for differences, fair treatment, open communication, and also promotes the development of potential and creativity of its employees.

The purpose of the organizational culture is to cultivate a good work environment where relationships towards and among employees are characterized by actions and attitudes based on education, good manners, transparency, honesty, and responsibility, both in sharing their ideas and being recipients of those coming from the team.

To assess the level of job satisfaction of its human team, EGE Haina carries out periodic measurements that positively influence the organizational climate, identifying areas for improvement and taking actions to offer a safe, equitable, inclusive, and diverse work environment that contributes to the company's success.

During 2023, the response rate of employees who received the organizational climate survey was 94.4%, covering 100% of the areas. Regarding the results, the overall organizational climate index obtained was 93.30%, a percentage that evidences the satisfaction felt by employees in their work areas. As an important data point, this survey revealed that 96.51% of employees would recommend EGE Haina as a good place to work to their family, friends, and associates.

93.30%

Employee **satisfaction**

The year 2023 was full of initiatives and activities for EGE Haina's employees. Many celebrations were held to recognize employees' dedication and commitment, including events on Valentine's Day, National Independence Day, International Women's Day, Mother's Day, Father's Day, and Christmas. Academic excellence of employees' children was also rewarded, and in-person recognition was given to staff based on their years of service and merits. These activities strengthened the sense of community and belonging within the organization, demonstrating the commitment to a positive work environment and well-being.

Talent attraction and retention

EGE Haina's personnel selection and hiring process of is based on the capacity, experiences, competencies, and alignment of candidates with the profiles of vacant positions, as well as with EGE Haina's shared values. This process ensures compliance with current legal regulations, regardless of race, skin color, physical appearance, gender, sexual identity, marital status, pregnancy, political beliefs, union affiliations, religion, social status, opinion, or different abilities, or any other personal distinctions or aspects unrelated to the established profile for the position.

All EGE Haina staff must be integrated by individuals of proven reputation and moral and ethical quality. Men and women committed to performing their duties according to the highest standards of integrity and in compliance with the provisions established by the company regarding the Prevention of Money Laundering and Terrorism Financing.

The company has eliminated mechanisms of direct discrimination from the recruitment and selection process, such as pregnancy tests for hiring women and announcements of vacancies defined for a single gender. Likewise, EGE Haina promotes the inclusion of people with disabilities.

The Talent Management Department defines the policies under which the conditions and information to be required in a recruitment and selection process are established. Likewise, in this area, appropriate measures are adopted to avoid practices of favoritism, nepotism, or clientelism in the selection and hiring phases, avoiding, for example, that the selector of any staff member has kinship ties with any candidate.

Permanent staff of EGE Haina is recruited through a contract in accordance with the Dominican Labor Code, article 25, for an indefinite period, over a period or for a specific work or service, without accepting any form of illegal work.

In 2023, EGE Haina focused its efforts on attracting and retaining key talent for the organization, filling a total of 123 vacancies, representing a 33% increase compared to the previous year. Of these vacancies, 29% were filled through internal promotions, while 71% were filled by integrating new employees. The company continued to use social networks as an effective tool to reach a wider audience and facilitate external recruitment.

Leadership and people development

EGE Haina considers leadership and people development as fundamental elements for organizational success. To achieve this, it fosters an organizational culture that promotes teamwork, strengthening collaboration and commitment among all team members. At the conclusion of each employee's performance evaluation process, the company develops a comprehensive development plan that allows them to identify areas for improvement and growth opportunities both at the individual and organizational levels, with the aim of supporting them during their respective learning processes, while ensuring that these are in line with established training goals. In 2023, 81.31% of EGE Haina's employees received a performance evaluation.

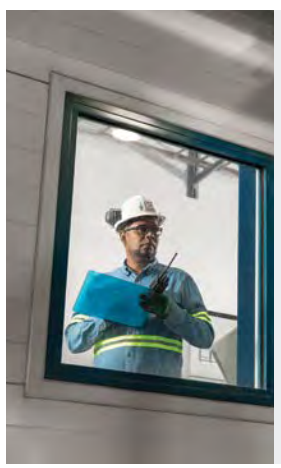
Compensation and employee benefits

The compensation policy has clear guidelines that promote the achievement of the company's goals:

1. Ensuring that compensation serves as a tool to drive and recognize individual and group performance within the organization.
2. Attracting and retaining the best talent to the organization, aiming to maintain a competitive benchmark with the market.
3. Linking payment to the contribution to the organizational results of each position, thereby ensuring internal equity among staff.

La política de compensaciones dispone de lineamientos claros que promueven el logro de las metas de la compañía:

- Being consistent with the level of complexity and responsibility assumed by the personnel in their job position, which implies relating fixed compensation to the level of responsibility of the position.
- Maintaining and retaining the most capable personnel who may be attracted by the market, which entails that total compensation packages (direct and indirect) are competitive with those practiced by companies that constitute the reference market.
- Being proportional with effort and performance.
- Encouraging the achievement of better results by establishing variable compensation elements linked to company results and employee performance.



CRITICAL VARIABLES FOR DETERMINING COMPENSATION

The most relevant variables in determining the compensation of EGE Haina's employees are:

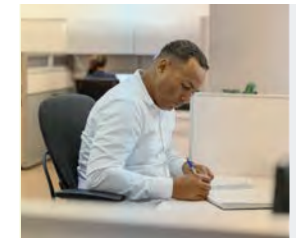
- Company results
- Personal performance and results
- Job content (level of responsibility and complexity of the position) - Job evaluation using methodologies with international standards
- Competencies and potential of the personnel
- Remuneration position with respect to the reference market
- Selected competitive or reference market

At the end of the year, EGE Haina achieved 100 % of the established goals, allowing employees to experience positive results in their compensation.

As part of the employee benefits, and in response to the increase in the cost of living, during 2023, the company implemented a significant salary increase to remain competitive in the electric sector and strengthen its position in the market.

EGE Haina has a Remote Work and Flexible Work Hours Policy that provides various flexibility schemes tailored to the characteristics of its operations. This flexibility in working hours promotes the well-being and quality of life of employees, their families, and their work environment. EGE Haina is now a hybrid organization, with full-time staff and the option for office staff to work remotely part-time.

In EGE Haina, telecommuting is a voluntary work agreement agreed upon between supervisor and employee. The primary determinant for considering a telecommuting agreement is an assessment of the duties to determine the suitability of telecommuting. The employee must request it, and supervisors must have a solid basis for approving, disapproving, or modifying an employee's telecommuting request.



PARENTAL LEAVE

During the year, 21 employees took parental leave, of which 3 were women and 18 were men..

Training

The human team at EGE Haina benefits from training opportunities that keep them updated, in continuous development, and equipped with the resources and information necessary for the execution of their work. The company recognizes the importance of continuous training for the integral development of its employees and the achievement of its strategic objectives. In this regard, during 2023, the company remained focused on training its talents to develop their skills and carried out a total of 9,969 training activities, benefiting 100 % of the workforce.

These activities covered a variety of topics in soft skills and leadership development, as well as technical skills. These trainings totaled 56,438 hours of training, representing an average of 113.33 hours per employee, in educational modalities such as undergraduate degrees, master's degrees, postgraduate studies, specializations, executive programs, continuous education, language courses, certifications, fairs, congresses, conventions, seminars, and workshops.

COMPOSITION OF THE HUMAN TEAM

GRI 401-1, 401-2

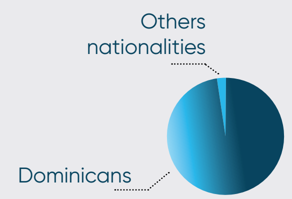
COMPOSITION OF THE HUMAN TEAM

By the end of 2023, EGE Haina had a total of 522 employees, a 7.4% increase from 2022. Of the total employees, 503 had permanent employment contracts and 19 had fixed-term contracts. Below are the indicators of the social composition of the company's human team, valid for 2023.

NATIONALITY

97.5% | 509 people
from the Dominican Republic

2.5% | 13 people from
Argentina, Chile, Colombia, Costa Rica, Spain, Uruguay, and Venezuela

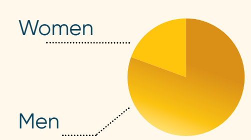


GENDER

80.8% | 422
men

19.2% | 100
women*

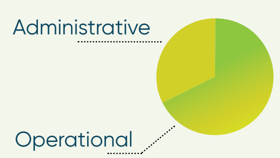
* 17.9% in 2022



ROLES

67.6% | 353
operational

32.4% | 169
administrative



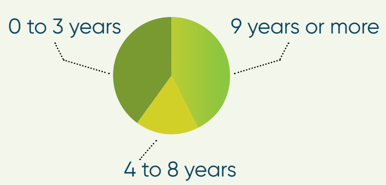
522
Employees, a 7.4% increase from 2022

LENGTH OF SERVICE IN THE COMPANY

42.7% | 223 people
with 9 years or more

39.8% | 208 people
from 0 to 3 years

17.4% | 91 people
from 4 to 8 years

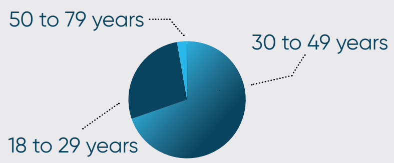


AGES

55.8% | 291
people aged 30 to 49 years

22.0% | 115
people aged 18 to 29 years

2.2% | 116
people aged 50 to 79 years



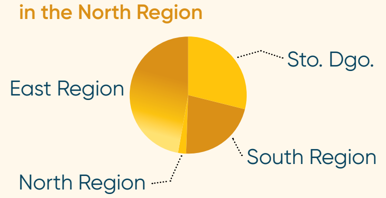
LOCALITIES

47.1% | 246 people
in the East Region

29.1% | 152 people
in Santo Domingo

21.7% | 113 people
in the South Region

2.1% | 11 people
in the North Region

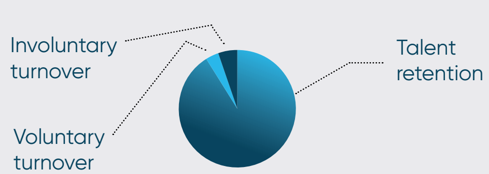


PERMANENCE

91%
Talent retention

5.5%
Involuntary turnover

3.5%
Voluntary turnover



GRI 403-1, 403-2, 403-3, 403-4, 403-5, 403-6, 403-8, 403-9, 403-10, EU17, EU18

OCCUPATIONAL HEALTH AND INDUSTRIAL SAFETY

Incident and accident report

EGE Haina adheres to international compliance standards, including the recording of occupational health and industrial safety incidents and accidents. In 2023, the company recorded 95 industrial safety incidents, of which 13 involved injuries or health conditions. Out of these 13 incidents, standards from the Occupational Safety and Health Administration (OSHA) applicable to EGE Haina deemed 8 as non-recordable and 5 as reportable. Specifically, 3 were reported as other reportable incidents, 1 as restricted-time accident, and 1 as lost-time accident, resulting in absenteeism leave.

2023 OHS incidents by location

	BA	W	GI	HA	EC	PA	PE	SI	OTHERS*	Q2	SU	ES	Total
Safety and Health	3	13	13	1	2	1	-	21	3	7	26	5	**95**

Legend: BA Barahona **W** Wind Farms **GI** Girasol **HA** Haina **EC** Estaciones de combustible **PA** Palenque **PE** Pedernales **SI** Siba **Q2** Quisqueya 2 **SU** Sultana **ES** Esperanza

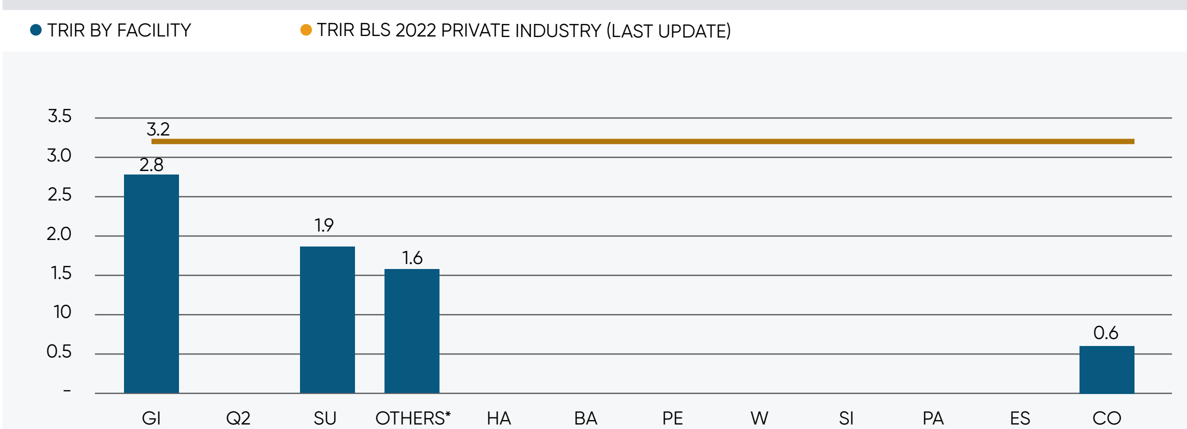
* Operations Management, Projects and Maintenance Department, Fuel Laboratory, and Asset Security

During 2023, 1,618,090 working hours were recorded for 769 employees, including EGE Haina personnel and contractors.

Total Recordable Incident Rate (TRIR)

To establish a competitive benchmark, EGE Haina systematically measures its Total Recordable Incident Rate (TRIR). The company recorded an annual consolidated result across all its operations of 0.6, well below the private industry rate in the United States, which registered a rate of 3.2 in 2022 (data available at the date of publication of this report) according to the Bureau of Labor Statistics (BLS).

TRIR by facility vs. industry, 2023



Legend: GI Girasol **Q2** Quisqueya 2 **SU** Sultana **HA** Haina **BA** Barahona **PE** Pedernales **W** Wind Farms **SI** Siba **PA** Palenque **ES** Esperanza **CO** Consolidated

* Operations Management, Projects and Maintenance Department, Fuel Laboratory, and Asset Security

Operation-specific work permits

During 2023 operations, 17,873 work permits were generated, which were related to LOTO type activities and confined spaces, among others.

Authorizations/facilities

	BA	W	GI	HA	PA	PE	SI	Q2	SU	ES	Total
LOTO (Lockout-Tagout)	225	124	279	-	66	145	73	169	285	18	**1,384**
Confined space work permit	37	-	2	58	-	18	24	-	46	7	**192**

Work permits/facilities

	BA	W	GI	HA	PA	PE	SI	Q2	SU	ES	Total
Hot	583	13	13	110	19	290	226	261	287	20	1,822
Cold	1,668	1,853	1,387	494	1,901	978	927	3,293	3,570	200	16,271
Total permits	**2,251**	**1,866**	**1,400**	**604**	**1,920**	**1,268**	**1,153**	**3,554**	**3,857**	**-**	**17,873**
JSA (Job Safety Analysis)	2,978	2,005	2,147	789	2,011	1,618	1,201	3,593	5,687	356	22,385

Lost days due to illnesses and medical disabilities

In addition to the occupational health events mentioned above, EGE Haina recorded 137 medical leaves, which resulted in 1,439 days of absenteeism.

Lost days due to illness and medical disability

	BA	W	GI	HA	PA	PE	SI	Q2	P&M	SU	ES	Total
Medical disabilities	28	-	-	-	10	4	-	42	4	49	-	**137**
Days lost due to illness	343	-	-	-	139	63	-	258	35	601	-	**1,439**

BA Barahona **W** Wind Farms **GI** Girasol **HA** Haina **PA** Palenque **PE** Pedernales **SI** Siba **Q2** Quisqueya 2 **SU** Sultana **ES** Esperanza

18,243

Man-hours in safety, health, and environmental training

Health services

During 2023, the first medical surveillance was conducted with MyMedico, a company that has been managing EGE Haina's occupational health program since 2022. MyMedico carried out the following activities during the occupational medical surveillance:

- Update of the occupational medical history of each evaluated collaborator
- Biometrics (measurement of height, weight, and body mass index BMI)
- Physical examination by system
- Vital signs assessment (pulse, blood pressure, heart rate, and respiratory rate)
- Sample collection for laboratory tests
- Specific complementary tests such as audiometry, spirometry, and visual assessment

The occupational health profile evaluation process generated 353 results, one per employee, which were complemented with individual recommendations. A global report of the operation was also generated and delivered to the human resources management area.

Training for collaborators and contractors

In 2023, 18,243 man-hours were invested in training at all the company's facilities, covering both internal personnel and contractors.

Training time by type

	Employees	Contractors
Total number of people	398	425
Hours training with Dupont E-learning solutions	1,221	-
Training hours with 5-minute lectures	4,248	760
Induction and re-induction hours	1,201	1,519
HSE training hours	5,634	2,893
OSHA 511 training hours	765	-
Total training hours	**13,070**	**5,173**
Average man-hours per employee	**32.8**	**12.2**

Population data

	Total
Total training hours	**18,243**
Average man-hours per person	**22.2**

GRI 2-23, 2-26, 405-1, 406-1, 412-2, EU21

HUMAN RIGHTS, DIVERSITY, AND INCLUSION

EGE Haina promotes a culture of respect for diversity and equal opportunities for growth for all its personnel, ensuring fair and dignified treatment for all people, as an essential value and pillar of the institutional culture. Throughout all its activities, the company has the firm conviction to comply with the responsibility of respecting and promoting applicable standards in the field of human rights, fundamental freedoms, and codes of conduct.

HUMAN RIGHTS

EGE Haina operates under strict standards of probity and transparency that are inherent in its structure, policies, and operations. These regulations and principles are promoted among its collaborators and all individuals or institutions acting on its behalf, with the aim of fostering actions and behaviors aligned with honesty, responsibility, a sense of duty, human quality, and respect for others.

To make this mission effective, the company has a Human Rights, Diversity, and Inclusion (HRDI) Policy that establishes conduct standards for all collaborators, regardless of rank, as well as for its contractors, supplier companies, and affiliated enterprises. It also adheres to a Code of Ethics that guides the principles to be embraced by anyone acting or speaking on behalf of the organization.

Excellence

- Achievement of results
- Responsibility
- Commitment
- Teamwork
- Resilience

Commitment

- Identification with the company
- Effort to go the extra mile
- Adding value to the company, collaborators, clients, communities, and the country

Integrity

- Respect
- Fairness
- Honesty
- Loyalty
- Reliability

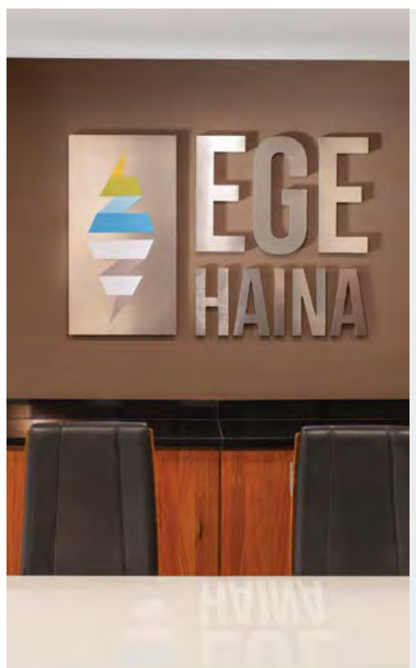
Initiative

- Collaboration
- Innovation
- Dynamism

The provisions established in the Code of Ethics and the HRDI Policy imply the individual responsibility to follow the established procedures to ensure diversity, inclusion, and non-discrimination, as well as to draw attention to any discriminatory practices and refrain from harassing or intimidating other collaborators, clients, or visitors.

The General Manager, as the governing body of the company's activities, must guarantee respect for human dignity in all business relationships and in the treatment afforded to its personnel and contractors, strengthening an environment characterized by equal opportunities, development, expression, and non-discrimination.

In the event of unforeseen circumstances that could generate doubts about the steps to be followed in order not to violate the conduct standards established in the Code of Ethics, the person in question is obliged to consult their team leader or the Compliance Committee, through the Talent Management Department.



ETHICS, HUMAN RIGHTS, DIVERSITY, AND INCLUSION COMMITTEE

During 2023, the Regulations of the Ethics, Human Rights, Diversity, and Inclusion Committee were updated, regulating its functions of monitoring and evaluating the adequate compliance with the Code of Ethics. In addition, this committee has the mission to serve as a guide and support in resolving personnel situations and queries, as well as in identifying and proposing appropriate actions in situations of non-compliance.
The committee's mission is to drive programs that contribute to respect for diversity and inclusion in the organization, as a means to ensure multiculturalism, gender equity, profiles, and experiences among collaborators, so that it reflects the served market and offers the best service to all its clients.

DIVERSITY

The originality and plurality of identities are traits that characterize the groups and societies that compose society. It lies in abundance, variety, and difference, and manifests itself in the plurality and coexistence of religions, sexual orientations, political stances, ethnicities, customs, traditions, experiences, cultures, languages, and ages, among others. For this reason, at EGE Haina explicitly prohibits any distinction, exclusion, restriction, or preference that, by action or omission, with or without intention, is not objective, rational, or proportional, and aims to obstruct, restrict, impede, undermine, or annul the recognition, enjoyment, or exercise of human rights and freedoms by the company's authorities towards employees, and among employees themselves when based on aspects such as race, nationality, skin color, gender identity, religion, immigration status, among others.

The company does not accept expressions of homophobia, misogyny, xenophobia, as well as those arising from racism, racial segregation, and other related forms of intolerance, which will be understood as discrimination.

The cultural and political foundations of EGE Haina include the consideration of critical issues such as the facilitation of access and inclusion (accessibility), policies to promote equity (affirmative action), various forms of harassment (sexual harassment and any other type), necessary adaptations for inclusion (reasonable adjustments), disparities in remuneration (unequal pay), issues related to people with disabilities, unequal treatment (discrimination), issues of identification and expression based on race or sex (gender, gender identity, and gender equality), rejection of homosexual individuals (homophobia), and prejudices based on social class, nationality, or religion. These issues are fundamental to understanding and promoting an environment of respect, equality, and justice in society.

GENDER EQUALITY

For EGE Haina, gender equality implies receiving the same treatment regardless of differences in rights, opportunities, benefits, and treatment between women and men, resulting from the principle of non-discrimination based on sex or sexual orientation. In the workplace, it includes access to the same possibilities and opportunities for the use, control, and benefit of goods, services, and resources, as well as participation in decision-making, fostering gender diversity as a manifestation of social and cultural reality.

LABOR INCLUSION

EGE Haina promotes inclusive labor practices and equal access to information. Labor inclusion is the creation of favorable conditions that allow the participation of people in vulnerable situations in the labor market.

Inclusion conditions must be free from discrimination and offer equal opportunities regarding access, permanence, compensation, and promotions. In this context, the company addresses various issues, including: having accessible, inclusive, and non-sexist language; condemning misogyny, discrimination based on sexual orientation, attitudes of racism, racial segregation and sexism, prejudice-based violence, and xenophobia.

As a corporate foundation, EGE Haina cultivates a team of excellence collaborators who reflect the company's values and are a reference for the best talent. For this reason, it carries out programs that promote labor inclusion in different sectors of the population, based on policies and procedures that do not discriminate against people based on their personal and family needs, nor do they condition or affect the development of employees' career plans.

Inclusive, non-sexist, and non-discriminatory language and communication

EGE Haina promotes the use of inclusive, non-sexist and non-discriminatory language, free from expressions of prejudice, with the aim of fostering relationships of respect and equality between genders, making women visible, and preventing violence and discrimination against anyone. Inclusive language is used in its internal and external communications, free from prejudices and stereotypes.

People with disabilities

EGE Haina encourages the selection of talent beyond limitations or abilities. To comply with Law No. 5-13 on Disability, EGE Haina creates strategies that promote the participation and labor inclusion of people with disabilities in its work teams, promoting work environments that are open, inclusive, accessible, and equal to others.

The company applies the occupational risk matrix to define the type of disability that allows for the proper execution of functions, preserving the integrity of individuals as a tool for the effective labor inclusion of people with disabilities. The hiring and talent selection process is based on the occupational risk matrix.

Elderly adults

EGE Haina fosters a work environment that values generational diversity, promoting respect, inclusion, and empowerment of elderly adults. The hiring process is free from age discrimination, valuing the reflection, values, experience, and wisdom that elderly adults bring to the workforce.

People in vulnerable situations

As part of its social commitment, the company strives to facilitate access to employment for people in vulnerable situations, thus contributing to the prevention of informal labor and meeting employment needs in vulnerable communities.

Accessibility and inclusive service

EGE Haina is committed to advancing the effective labor integration of people with disabilities, implementing technical aids and support to overcome barriers. It continues to improve the physical accessibility of its facilities and promote full inclusion, adapting services to the needs of all its collaborators to ensure their participation on equal terms and a positive work experience.

GRI 2-26

Reporting channels

The company provides the "*Resguarda*" Line for those employees who may be victims of mistreatment, harassment, injustice, discrimination, or any act that violates the Code of Ethics or the Human Rights, Diversity, and Inclusion Policy, to make complaints and receive corresponding psychological support anonymously, safely, and confidentially. Reports received through this channel are handled by our Compliance Committee to guarantee an appropriate and fair response to all cases. They can access the service through the following means:

Toll-free hotline:
1-888-760-0133
Option 1: operator
Option 2: recorded message

Website: www.resguarda.com

Email:
reportes@resguarda.com

Fax: 1-888-760-0133 (option 3)

Main actions taken on human rights, inclusion, and diversity in 2023

- Unification of the Ethics and Human Rights, Diversity, and Inclusion (HRDI) Committees.
- HRDI Policy Campaign, under the slogan "We attract good energy."
- Creation and launch of the "We attract good energy" portal, a space designed to promote diversity and equal opportunities, accompanied by an internal communication campaign.
- Signing of the commitment letter with the UNDP and the National Organization of Spanish Blind People (*Organización Nacional de Ciegos Españoles*, ONCE) to develop the Portalento Network, a pilot project with other companies in the country, aimed at generating initiatives that promote the integration of people with disabilities into the labor market.
- Adaptation of restrooms with a framework that facilitates their use by people in wheelchairs.
- During the second semester of 2023, a 3% increase in the hiring of women in the company was achieved, both in administrative and operational positions.
- The Gender Violence Survey 2023 was completed with no findings.
- The Summa magazine recognized EGE Haina as an inclusive, diverse, and equitable company.
- INDOCAL conducted the audit for NORDOM 775, continuing the certification of compliance with this standard, and the company obtained the Platinum Seal from *Igualando RD*, complying with the provisions of the standard for three consecutive years. There were no findings or pending activities to complete in this audit. Thus, EGE Haina became the first company in the country's electricity sector to be recognized with the highest level of this distinction, granted by the Ministry of Women and the United Nations Development Program (UNDP), with the purpose of promoting gender equality in companies and organizations in the Dominican Republic.
- Conducting three webinars on the following topics: "Discrimination and micro-inequities," "Disability management," and "New masculinities."

GRI 2-23

COMMUNICATING WITH OUR STAKEHOLDERS

For EGE Haina, communication is a key factor in operational performance, as it facilitates a continuous relationship with its internal and external audiences based on principles of coherence, honesty, and transparency. The company disseminates information of interest to its stakeholders and the general public through different media and platforms, including print media, audiovisuals, and its own digital channels (website, LinkedIn, YouTube, Instagram, Facebook, and Twitter).

Every year, it presents a management report and a sustainability report, and develops advertising campaigns, audiovisual materials, and other pieces that it shares through various channels to reach all its stakeholders. Internally, communication is a fundamental pillar that contributes to generating a climate of trust and keeping employees informed about various topics. For this reason, EGE Haina uses several communication channels, including email, internal chats, informational boards, the website and intranet, as well as in-person and virtual activities. The quarterly internal magazine "*En Línea*" is one of the company's most important communication channels.

Among the achievements in communications in the year 2023, the following stand out:

- The production of six institutional publications and the maintenance of updated digital communication.
- The development of communication plans for the inauguration of Siba Energy and the Esperanza Solar Park, through the production and staging of these events, anticipation campaigns on social networks, management and coverage of both activities, and subsequent publications in various press media and internally.
- Production and dissemination of seven internal communication campaigns.

+500 Designed **communication** pieces

+150 **Internal** communications

7 internal communication campaigns • **20** audiovisual productions
4 external events • **2** internal events • **6** publications

INTERNAL COMMUNICATIONS

Institutional culture platform

EGE Haina has an organizational culture that, since its inception nearly 25 years ago, has placed its employees at the center of all actions taken. In this regard, during the year 2023, the company advanced in the consolidation of its institutional culture platform through its Annual Communication Plan, which considered the creation of several informational materials, such as: artworks, speeches, institutional presentations, videos, animations, and POP materials, which were shared through internal channels, especially via email, chats, and the "*En Línea*" magazine.

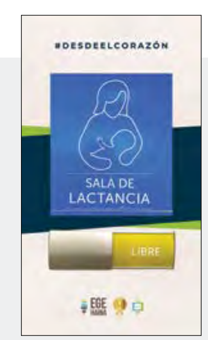
Additionally, with the aim of continuing to promote and highlight EGE Haina's values and guidelines regarding human rights, fundamental freedoms, and standards of conduct, in June the launch of the "We attract good energy" portal was carried out, a virtual guide that represents EGE Haina's effort to strengthen and showcase its best practices in favor of gender equality and growth opportunities for everyone.

Internal communication campaigns

During 2023, EGE Haina implemented several campaigns for its employees, aimed at informing about projects carried out, reinforcing their knowledge in certain areas, disseminating relevant aspects of the Human Rights, Diversity, and Inclusion Policy, as well as strengthening the commitment of employees and their sense of belonging.

In support for these campaigns, over 150 communication pieces were created in various formats, which were shared through internal institutional email, chats, intranet, promotional downloads, brochures, and the "*En Línea*" magazine, as well as social media.

Among the campaigns carried out, the "From the Heart" campaign stands out, aimed at promoting breastfeeding through evidence and testimonies from some employees who have experienced this process, and where the company's lactation room was shown as an essential condition in the pursuit of real equal opportunities for women in the workplace. This campaign was published through internal emails, social media, and also in the "*En Línea*" magazine.



Another notable campaign was the "The fight against breast cancer", which was launched in October for International Breast Cancer Day, and extended to the communities where the company has a presence to promote check-ups and prevention of this disease.

The company also implemented campaigns related to the SAP and SuccessFactors implementation projects. In addition, campaigns were conducted on employee volunteering activities, risk prevention, and anti-money laundering, as well as the achievements obtained by the company, and the 24th anniversary of EGE Haina.

"*En Línea*" Magazine

Every quarter, EGE Haina produces a new issue of its "*En Línea*" magazine. During 2023, editions 28, 29, 30, and 31 were published. In these editions, news and significant progress of the EGE Haina team were disseminated, which continuously renews its commitment to an excellent, competitive, and sustainable electricity generation process for the Dominican Republic.

In this context, an in-depth interview with José A. Rodríguez Silvestre, who assumed the general management of EGE Haina at the beginning of 2023, was published. Reports were also included about the new Siba Energy and Esperanza Solar Park generation plants, as well as regarding the port certification achieved by the Sultana del Este plant, the results obtained by the Barahona plant in controlling sargassum, and about the implementation of the *El Buen Pastor* biodiversity pilot plan in the Girasol Solar Park.

The magazine also shared a publication of the Human Rights, Diversity, and Inclusion Policy, in which the main initiatives for promoting a climate of respect for diversity were summarized, emphasizing the principles of inclusion, equality, and above all, fair and dignified treatment.

Similarly, the #EMBAJADORESEH section was continued, containing interviews with employees to learn about their perspective on the company, their professional profile, and some opinions on current issues or personal views.

COMMUNICATIONS AIMED AT EXTERNAL AUDIENCES

Digital community

At the end of 2023, EGE Haina's digital community consisted of 54,427 followers. Throughout the year, it experienced a consolidated growth of 7.1% across its Facebook, Instagram, Twitter, LinkedIn, and YouTube accounts. During the annual period, 700 posts were shared across these platforms, with an average reach of 9,738 users per post, generating a total of 4,077,854 impressions.

Participation in events

In 2023, EGE Haina was present at the fourth edition of the Caribbean Energy Conference, an event that brought together various actors from the energy sector at a regional level, who discussed the strengths and opportunities they face. The company also participated in Latam Future Energy, alongside representatives from Mexico, Central America, and the Caribbean; and in Energyear Caribbean 2023, a significant event in the regional electricity sector.

EGE Haina also participated in the Panel on Electricity Sector Regulations, organized by the Dominican Association of the Electrical Industry (*Asociación Dominicana de la Industria Eléctrica*, ADIE), where current regulations of the electrical system were analyzed. Additionally, the company was part of the "Incentives and Renewable Investments" panel, organized by the National Energy Commission to promote the management of clean and renewable energies in the country, as part of the celebration of its 12th anniversary.

Another event where EGE Haina was present was the second edition of the Mercado Energy Summit, where the current perspectives and future energy of the Dominican Republic were reviewed. On this occasion, the company's general manager, José A. Rodríguez, participated as a special guest on the panel "Green energy, the big bet on renewables."

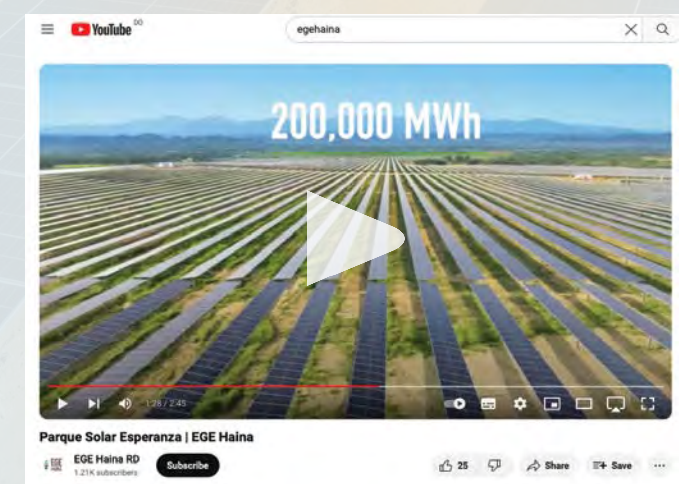
Similarly, EGE Haina continued its customary official sponsorship of the Estrellas Orientales, the flagship baseball team of the eastern region of the country.

AUDIOVISUAL MATERIALS AND DESIGNS

To communicate important messages in an objective, clear, and appealing manner to the entire organization and external stakeholders, over 500 pieces were designed during the year. Additionally, a series of 20 audiovisual productions were created to convey the company's milestone messages and projects, as well as the dissemination of internal labor benefits and initiatives.

Among the audiovisual productions, testimonial videos stand out, created with the purpose of showcasing and promoting equal opportunity practices, salary equity, respect, and a good working environment for women and men at EGE Haina. This series of audiovisuals were part of an internal communication campaign about the Human Rights, Diversity, and Inclusion Policy that the organization continuously promotes.

Furthermore, videos were created for the inauguration of the Esperanza Solar Park, Siba Energy, and the start of construction of the second phase of this plant's combined cycle. Audiovisual pieces on social management activities were also created, and other audiovisual pieces were produced to greet employees on key dates such as Mother's Day, Father's Day, recognitions for seniority, merit, and career, and Christmas celebration. Institutional videos were disseminated through internal communication channels, social media, and EGE Haina's YouTube channel.



SIBA ENERGY INAUGURATION. FEBRUARY 2023

KICK-OFF FOR COMBINED CYCLE PROJECTS. NOVEMBER 2023

GRI 2-6, 204-1, 308-1, 308-2, 407-1, 408-1, 409-1, 414-1

CREATING VALUE IN THE SUPPLY CHAIN

ENSURING SUSTAINABILITY STANDARDS OF ITS SUPPLIERS

Creating value for its stakeholders is a commitment that EGE Haina promotes through its sustainability strategy. Its suppliers are a fundamental stakeholder group within the company's value chain, recognizing them as the basis for advancing towards sustainable development in the Dominican energy market.

To achieve a sustainable electricity generation process, the company applies environmental and social criteria throughout its supply chain, ensuring that its suppliers comply with local legislation, policies promoting respect for dignity, human rights, gender equality, and those prohibiting forced or child labor. Additionally, these criteria allow the company to prioritize suppliers with policies and practices that promote environmental care, safety and health of their employees and contractors, and the development of environmentally sustainable activities, such as: good practices for waste management and disposal, monitoring and control of emissions, and reduction and/or reuse of inputs and raw materials.

To ensure the contracting of suppliers that do not generate environmental impacts, the company executes a plan of requirements including: the requirement of environmental permits required by the competent authority; occasional visits to supplier facilities to verify the status of their operations and equipment; and delivery of technical specifications required regarding energy consumption, water, or emissions.

The ethical conduct of its suppliers is a requirement of EGE Haina to guarantee a sustainable supply chain, which is demanded through the signing of a commitment letter to the company's Code of Ethics before the supplier's entry. Similarly, EGE Haina has a Prevention of Money Laundering and Financing of Terrorism (PLAFT) program, which is based on a due diligence analysis process of the supplier, aimed at strengthening internal controls and minimizing the risks of financial, operational, reputational losses, and execution of administrative, civil, and criminal sanctions, both for the supplier company and its officials and employees. Every new supplier undergoes an PLAFT purification process, validating compliance with local legislation, as well as agreements and treaties to which the country has adhered.

During 2023, EGE Haina worked with ECORED to identify local suppliers that had already incorporated sustainability criteria into their business model. This analysis allowed for the incorporation of 50 new suppliers who met the necessary environmental and social criteria to advance towards a sustainable supply chain.

EGE HAINA SUPPLIERS

Currently, EGE Haina has 500 active and recurring suppliers, of which approximately 5% are considered strategic for the company's activities. The sustainable supply program focuses mainly on these suppliers, as their goods and services are an essential part of maintaining and operating the company's assets. Some of EGE Haina's strategic suppliers include: ABB Group, ESD Korea (representative of Hyundai), Kurita Water Industries Ltd. (formerly U.S. Water Services), Siemens AG, and Wärtsilä Corporation, all with verified sustainability policies through their global sustainability reports.

EGE Haina's supply and execution strategy promotes, whenever possible, the hiring of suppliers from the localities where the company operates. For example, during 2023, the company included in the tender terms and the scope of civil works contracts, requirements associated with a minimum amount of local personnel. Thus, during the year, 50 local suppliers were contracted, an 11% increase compared to 2022, representing almost 20% of the company's annual expenditure on all suppliers.

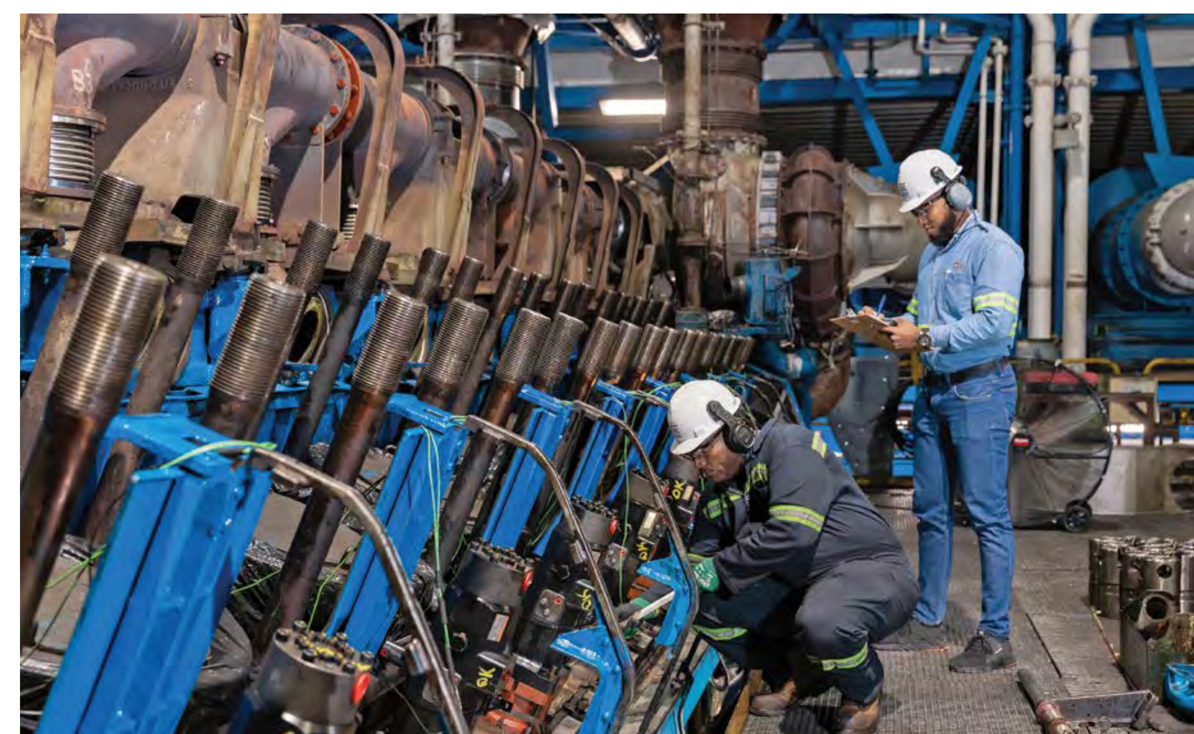
Regarding suppliers of key imported input for operation, such as fuels, lubricants, spare parts, and chemicals, EGE Haina prioritizes those that concentrate their dispatch and storage operations in the Caribbean and the Gulf of Mexico. This reduces costs and times in maritime cargo, resulting in greater operational efficiency. The purchasing policy includes provisions for minimum stocks and considers the availability of these key inputs, which are adjusted or increased during the hurricane season. Likewise, it includes provisions for critical equipment and materials for emergency situations.

INTEGRATED PROCUREMENT PROCESS

EGE Haina has an integrated procurement process that is part of the supply chain and is based on an annual budget approved by the Board of Directors. The first step of this process involves planning operational, administrative, and human resources management needs.

Throughout the year, the company's departments make requests for materials, equipment, services, and other supplies through a recently enabled SAP S4 Hana platform for these purposes. These requests initiate the process of quotation, evaluation, selection, and contracting of suppliers, based on the criteria mentioned above, including sustainability principles.

The main goods and services used for power generation are acquired through medium and long-term contracts or purchase orders. This strategy aims not only to ensure the provision of spare parts, fuels, and lubricants in the required times and forms but also to achieve greater logistical efficiency, reducing the number of shipments and transports contracted in the supply chain.



GRI 203-1, 203-2, 413-1

VALUE CREATION IN COMMUNITIES

SOCIAL COMMUNITY MANAGEMENT

EGE Haina's sustainability strategy includes developing partnerships with communities neighboring the power plants, with the purpose of encouraging environmental care, improving people's quality of life, and contributing to collective development through concrete actions that create social value.

The company seeks to contribute to making the communities where it generates energy more sustainable and to strengthen growth and well-being dynamics permanently. In these places, it is contributing, through its Social Responsibility Program, to improving community infrastructure, expanding access to health services, promoting income generation, sports activities, and nature conservation, as well as strengthening relief organizations and civil society organizations.

In 2023, EGE Haina invested $748,951 in benefit of communities, especially those located near its operations. This amount was allocated to social responsibility projects, sponsorships, and donations for communities and common good institutions.

COMMUNITY ACHIEVEMENTS 2023

+20,000 Direct **beneficiaries**

+2 million indirect beneficiaries

+1,000 youngsters trained in technical programs

+3,000 students provided with school supplies

12 volunteer activities

10 supported fire departments

8 medical campaigns

4 infrastructure projects

These initiatives were carried out in communities in the provinces of San Pedro de Macorís, San Cristóbal, Barahona, Pedernales, Santo Domingo, and Valverde.

The community projects implemented or sponsored by the company in 2023 had active participation from neighbors, directly benefiting 20,000 people and indirectly impacting over 2 million. For the development of these projects, the company held constructive dialogue with all involved parties to establish clear and effective guidelines for action.

CORPORATE SOCIAL RESPONSIBILITY PROJECTS

In 2023, EGE Haina continued to strengthen its Corporate Social Responsibility Program in neighboring communities, fostering processes of dialogue, listening, collaboration, and continuous contribution through each of the priority action lines: improving community infrastructure, expanding access to health services, promoting income generation, sports activities, and nature conservation, and strengthening relief organizations and civil society organizations. During the execution of the various community participation programs, the company provides direct contact channels for complaints and grievances, and has a defined process for resolving them.

Technical Training and School Sponsorship Program

EGE Haina is aware of the importance of education in transforming lives and developing communities under a sustainable model. Therefore, in partnership with the National Institute of Technical and Vocational Training (*Instituto Nacional de Formación Técnico Profesional, INFOTEP*), in 2023 the company organized and sponsored 27 technical training workshops, with the participation of 936 youngsters from the communities of Boca Chica, Enriquillo, Juancho, Oviedo, Quisqueya, and Yaguate. The courses offered covered areas such as electricity, industrial safety, customer service, inventory management, first aid, nursing care, English, and public speaking techniques, among others.

As part of its school sponsorship initiative, and through its corporate volunteer program, EGE Haina donated backpacks and school supplies to more than 3,000 students from schools located in its areas of influence.

Additionally, in 2023, the work continued with "*Eco-Escuelas*" (Eco-Schools), an internationally recognized program awarded to educational centers that develop environmental education and participation projects, where students, teachers, and school administrators are involved in implementing environmental improvements in the school and the community.

This year, direct work was carried out in the schools sponsored by EGE Haina: Fray Bartolomé de las Casas School in San Cristóbal, *La Punta Pescadora* School in San Pedro de Macorís, *Primero de Mayo* School in Esperanza, *República de Guyana* School in Boca Chica, *Ismael Miranda* School in Barahona, and *Profesor José Eugenio Pérez Terrero* School in Pedernales.

Program to Strengthen Relief Agencies

In 2023, 10 fire departments in areas influenced by EGE Haina in the towns of Baní, Barahona, Boca Chica, Enriquillo, Esperanza, Haina, Pedernales, San Cristóbal, San Pedro de Macorís, and Yaguate benefited.

Among the actions carried out is the construction of the new Fire Station in Enriquillo, Barahona, a project inaugurated in March 2023 and one of the most modern in the country.

Likewise, EGE Haina donated furniture and purchased tires for fire trucks, provided support for institutional activities, conducted training in pre-hospital care, supported operations during Easter and Christmas, provided training in firefighting and vehicle rescue operations. The training benefited more than 150 firefighters from the towns of Boca Chica, Esperanza, and Yaguate.

EGE Haina built the Fire Station in the municipality of Enriquillo, inaugurated in 2023, at a cost of RD$ 13 million.

Community Infrastructure Improvement Program

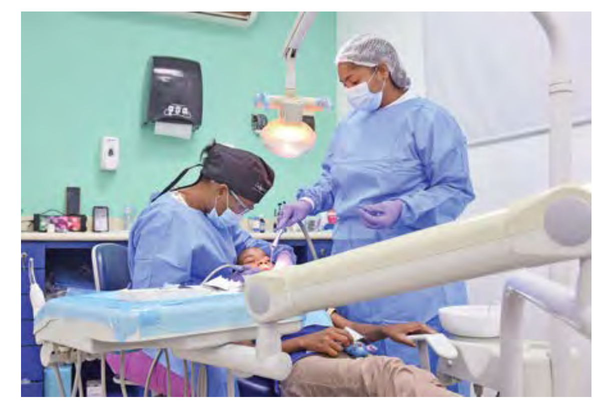
In addition to building a new fire station in Enriquillo, EGE Haina financed the construction of a water well with a submersible pump at the Juancho Elementary School, as well as the reopening of the community center in the same community. In the same year, the company inaugurated the Yaguate photographic rest area and broke ground for the construction of the basketball court in Arroyo Mamey in the same locality.

Community Health Program

EGE Haina promoted and sponsored dental clinics benefiting over 1,600 people from the communities of Esperanza and Yaguate, and sonomammography clinics benefiting over 250 women in the communities of Boca Chica and Haina.

Environment

EGE Haina is a partner of the Santo Domingo Water Fund (Fondo Agua Santo Domingo), an initiative designed to ensure investment resources aimed at the restoration and preservation of the watersheds that supply water to the city of Santo Domingo. Until 2023, EGE Haina has significantly contributed to the project, with a total of 19.75 hectares intervened and the planting of 26,190 plants. This collaboration demonstrates EGE Haina's commitment to environmental protection and ensuring a sustainable water supply for the community.



1,850

Direct beneficiaries of the health program

Sports

In 2023, EGE Haina supported over ten sports leagues by donating sports equipment, uniforms, trophies, and medals for tournaments in the communities of San Pedro de Macorís, Barahona, Pedernales, Valverde, and San Cristóbal.

Activation of Siba Energy's Social Management Plan

In 2023, Siba Energy, a power generation plant located in the municipality of Boca Chica, Santo Domingo province, began its operations. The implementation of the Social Management Plan started with the first dialogue session in the communities of Las Azucenas and Los Tanquecitos in Boca Chica. The event was attended by 32 people from various sectors of the municipality: community, health, education, law enforcement, religious, and business.

With the purpose of contributing to the lighting and consequently the safety of public spaces for the residents of the different communities, EGE Haina donated 50 LED lamps to the neighborhood association and church of the Los Tanquecitos community.

Throughout the year, the Social Management Plan in Boca Chica included the implementation of the Technical Training Program in partnership with INFOTEP, offering courses in residential electricity, entrepreneurship, and others to 71 youth from the Juan José Montero Gómez Center in Boca Chica. Additionally, sponsored by Siba Energy, the Eco-Escuelas Environmental Certification Program began in 2023, reaching 971 students from schools in the República de Guyana Educational Center, Boca Chica.

Other activities carried out in the Social Management Plan of Siba Energy::

- Delivery of supplies to the *La Maternidad de Andrés* Hospital, Boca Chica.
- Sonomammography clinics for breast cancer prevention.
- Toy donation at the *República de Guyana* School as part of the "Marathon for Inclusion: Smile and Shine."
- Camp at the La Guyana Educational Center (corporate volunteering).
- Donation of 1,155 sports uniforms to children in Boca Chica.
- Donation of furniture and equipment to the Montero Gómez Club and the police station.
- Community training on risk management and emergency response plans.
- Training for firefighters through the Program to Strengthen Relief Agencies.
- Talks on leadership, personal development, and prevention of teenage pregnancy.

Activation of the Social Management Plan of Esperanza

In 2023, the Esperanza Solar Park, located in the municipality of Esperanza, Valverde province, began its operations. The implementation of the Social Management Plan included meetings with the mayor, residents, and emergency response organizations, the donation of backpacks and school supplies to children from the Primero de Mayo, Barrio Norte, and Ángela Mercedes Guzmán Schools, and the delivery of 25 LED lamps to the "*Renace*" neighborhood association.

As in other communities where the company operates, dental clinics were held benefiting 400 people from the Los Callejones, La Peñuela, and Cañeo communities.

EGE Haina's Program to Strengthen Relief Agencies benefited 36 members of the fire department, who received training in hospital prevention and fire management workshops.

As part of its Sponsorship and Donations program, EGE Haina provided support to the clubs Deportivo CRERS and Deportivo Sagas.






CORPORATE VOLUNTEERING PROGRAM

EGE Haina's Corporate Volunteering Program was formalized in 2020 and officially launched in May 2022 with the objectives of contributing to environmental preservation and the sustainable development of the communities where the company operates. During 2023, 10 volunteering activities were carried out, with the participation of 346 volunteers.

EGE Haina volunteering activities

- Environmental camp at La Guyana School with *Caminante*.
- Collaboration in the "Dale Color a mi Vida (Give my life color)" walk by Manos *Unidas por Autismo*.
- Assistance in the delivery of school supplies: Esperanza.
- Assistance in the delivery of school supplies: Enriquillo.
- Assistance in the delivery of school supplies: Yaguate.
- Activity with *Eco-Escuelas* using recyclable materials.
- Assistance in the delivery of supplies to the Civil Defense of Haina for the Easter operation.
- Support in the closure of the Entrepreneurship course with INFOTEP in Los Tanquecitos.
- Support in the *Yo También Puedo* Fest.
- "Marathon for Inclusion," toy donation to the Escuelita Rayo de Sol Foundation, Andrea Soriano Center, and Nido para Ángeles.

DONATIONS AND SPONSORSHIPS

During 2023, EGE Haina received numerous requests for donations and sponsorships from neighboring communities and civil society, of which 93 were approved, for a total amount of US$ 220,784.

The company has demonstrated its commitment to sports through the sponsorship of tournaments and sports leagues in communities and the sponsorship of the baseball teams *Estrellas Orientales* and *Leones del Escogido*. This collaboration strengthens the company's presence in the sports field and contributes to the development and promotion of national sports, generating a positive impact on Dominican society.

ECONOMIC VALUE GENERATED

GRI 201-1

ECONOMIC VALUE GENERATED

EGE Haina is the country's leading mixed company in assets, investment, and contribution to the Dominican State, with 50% participation of public capital and 50% of private capital. Between 1999 and 2023, the company paid US$1.13 billion to the State in dividends and taxes, contributing to the social and economic development of the Dominican Republic.

In the areas where it operates, EGE Haina is a source of well-being for communities and the market through its tax contribution, promotion of equal opportunities, hiring of suppliers and contractors who carry out their activity in each region, sponsorship of the construction and improvement of community infrastructures, and execution of social projects for the benefit of localities.

By investing in sustainable energy projects, the company seeks to ensure that neighboring communities to develop capacities and have tools to achieve their own development, thus generating shared value.

Additionally, the company's work contributes to achieving global goals, such as the Sustainable Development Goals (SDGs) promoted by the United Nations (UN).

Direct Economic Value Generated, Distributed, and Retained by EGE Haina

(Figures in US$)	2023	2022
Sales	573,290,791	513,538,656
Other income	8,150,842	5,108,876
Direct economic value generated	**581,441,633**	**518,647,532**
Operating expenses	(476,824,714)	(403,418,404)
Employee compensation	(25,042,359)	(21,034,564)
Payments to capital providers	(97,785,166)	(73,233,255)
Payments to public administrations	(14,317,857)	(13,126,271)
Investments for the benefit of communities	(748,951)	(840,310)
Economic value distributed	**(614,719,047)**	**(511,652,804)**
Economic value retained	**(33,277,414)**	**6,994,728**

USD 1,130

Millions paid to the State in dividends and taxes

OPERATING RESULTS

2023 was a year of growth and investment for EGE Haina, marked by higher revenues and a strong investment in generation assets that partially contributed to its results from mid-2023 onwards and will continue to contribute in the future.

The company experienced an increase in power generation and in the EBITDA for the period. Consequently, it reported sales and EBITDA 12% and 3% higher than in 2022, respectively. As of December 2023, the liquidity situation was adequate for the company, with a cash and cash equivalents balance of USD 81.8 million. At the same time, the company made capital investments, mainly in generation assets, for USD 157.8 million, related to (1) the construction of the Siba Energy thermal power plant, both in its open cycle that started operations in June 2023, and the closure of the cycle whose construction began in the same year, (2) the completion of the Esperanza Solar Park, which started operations in June 2023, and (3) the Sajoma Solar Park, whose construction began in 2023 and will be completed in 2024.

The favorable economic figures and adequate collection levels allowed the company to maintain healthy cash levels and a net debt to EBITDA ratio of 4.5 times, higher than the previous year but aligned with what would be expected during the construction process of capital-intensive generation assets. For compliance purposes, this financial ratio is calculated without considering the EBITDA, debt, and cash of certain subsidiaries, resulting in 2.7 times EBITDA, well below the maximum allowed of 4.25.

Direct economic value generated, distributed, and retained by EGE Haina

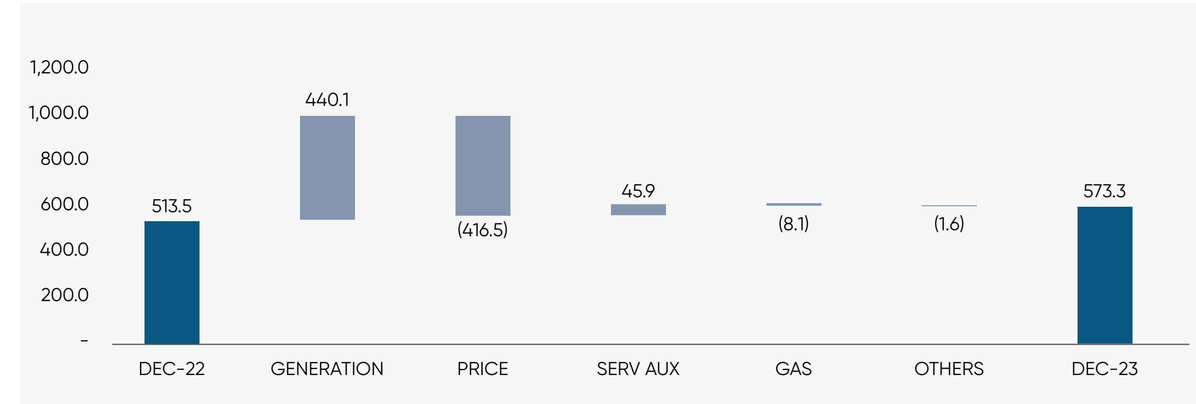
(Figures in USD)	2023	2022	Variation	%
Revenues from contracts with customers	573,290,791	513,538,656	59,752,135	12%
Fuel costs and energy purchases	(338,056,129)	(298,512,938)	(39,543,191)	13%
Operating and general expenses and employee benefits	(100,270,063)	(80,815,683)	(19,454,380)	24%
Depreciation and amortization	(55,567,019)	(47,224,571)	(8,342,448)	18%
Loss on foreign currency exchange, net and other expenses, net	(11,734,158)	335,504	(12,069,662)	-3597%
Operating profit	67,663,422	87,320,968	(19,657,546)	-23%
Financial expenses, net	(44,634,637)	(23,122,847)	(21,511,790)	93%
Profit before income tax	23,028,785	64,198,121	(41,169,336)	-64%
Income tax	(11,132,108)	(12,201,861)	1,069,753	-9%
Net profit	**11,896,677**	**51,996,260**	**(40,099,583)**	**-77%**
Other comprehensive income, net of tax	(174,404)	(39,632)	(134,772)	340%
Comprehensive income	**11,722,273**	**51,956,628**	**(40,234,355)**	**-77%**

Other consolidated financial information and operational information

(Figures in USD)	2023	2022	Variation	%
EBITDA	138,150,348	134,210,035	3,940,313	3%
Capital investments	163,750,805	214,086,983	(50,336,178)	-24%
Energy generated	3,665.1	3,121.4	544.7	17%
Energy generated from renewable sources	773.7	631.3	142.4	23%
Energy sold through contracts	3,332.1	3,083.8	248.3	8%
Average price of energy sold under contracts	110.1	122.5	(12.4)	-10%

Revenue from contracts with customers

FIGURES IN MILLIONS OF USD

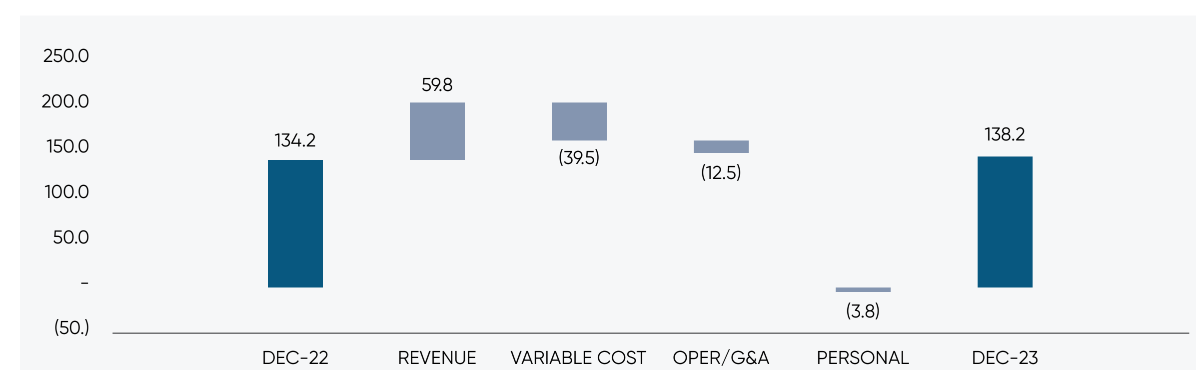


Durante 2023, la compañía obtuvo ingresos provenientes de contratos con clientes de USD 573.3 millones, comparado con USD 513.5 millones obtenidos en 2022. Este incremento se debió principalmente al efecto neto de:

- Un aumento en la cantidad de energía vendida de USD 440.1 millones comparado con 2022, debido a la puesta en marcha de los proyectos Siba Energy y Parque Solar Esperanza, y al incremento en la demanda de los clientes.
- Una disminución en el precio de la energía vendida de USD 416.5 millones, comparado con 2022, debido a la disminución de los precios de los combustibles.
- Una disminución de USD 8.1 millones en la comercialización de gas natural.

EBITDA

FIGURES IN MILLIONS OF USD



As a result of its operations during 2023, the company achieved an EBITDA of USD 138.2 million, compared to USD 134.2 million recognized in 2022. This increase was mainly due to an increase in revenue from customers contracts of USD 59.8 million compared to 2022. This effect was partially offset by:

- An increase of USD 39.5 million in fuel costs and power purchases, mainly due to the rise in fuel prices compared to the same period in 2022.

- A net increase of USD 19.5 million in consolidated operating and general expenses, and employee benefits, compared to the same period of the previous year. This increase was mainly due to: 1) higher operating expenses due to changes in unit maintenance cycles, 2) higher research and development expenses, related to non-capitalizable expenses of the Siba Energy project, 3) higher operating and general expenses due to licensing and other costs related to the implementation of a new ERP, and the inclusion of new generation units in the total insured amount.

USD 138.2

Millions in EBITDA for the year 2023

At the 2023 fiscal year-end, the company reported a net profit of USD 11.9 million, compared to USD 52.0 million in earnings in 2022. The decrease in net profit is primarily due to:

- The increase in depreciation expense following the commissioning of Siba Energy and Esperanza Solar Park.
- The increase in net financial expenses, due to the increase in the financial debt of the Siba Energy project.
- Compensation totaling USD 11.7 million for the cessation of international arbitration filed in 2020 against a local energy generation and distribution client, and for an administrative settlement agreement with a local distribution company.

This effect was partially offset by the increase in EBITDA, as explained earlier.

FINANCIAL SITUATION

WORKING CAPITAL MANAGEMENT

Cash and cash equivalents position

(Figures in USD)	2023	2022	Variation	%
Net cash provided by operating activities	37,335,099	148,579,540	(111,244,441)	-75%
Net cash used in investing activities	(166,102,882)	(216,156,717)	50,053,835	23%
Net cash provided by financing activities	116,302,470	101,942,444	14,360,026	14%
Net (decrease) increase in cash and cash equivalents	(12,465,313)	34,365,267	(46,830,580)	-136%
Cash and cash equivalents at the beginning of the year	94,467,795	60,320,914	34,146,881	57%
Effect of exchange rate changes on cash and cash equivalents	(165,342)	(218,386)	53,044	24%
Cash and cash equivalents at the end of the year	**81,837,140**	**94,467,795**	**(12,630,655)**	**-13%**

At the end of the year 2023, the company holds cash and cash equivalents of USD 81.8 million with debt service reserves amounting to USD 7.1 million. This balance is adequate for the proper operation of the business and compliance with short and medium-term commitments. The decrease of USD 12.6 million compared to the end of the year 2022 is mainly due to the effects described below.

Net cash provided by operating activities
Net cash provided by operating activities decreased by USD 111.2 million (75%) in 2023 due to:

- Higher payments associated with operational maintenance, as well as general and administrative expenses.
- Higher fuel payments due to the repayment of purchases made during the second half of 2023 at prices higher than those of the comparative period, and due to higher consumption of thermal generation units.
- Higher interest payments due to the increase in debt.

These effects were partially offset by lower energy purchases in the spot market.

Net cash used in investing activities
Net cash used in investing activities decreased by USD 50.1 million (23%) in 2023 due to lower disbursements associated with the Esperanza Solar Park and Siba Energy projects, offset by disbursements for the Sajoma Solar Park project.

Net cash provided by financing activities
Net cash provided by financing activities increased by USD 14.4 million (14%) in 2023 compared to 2022, mainly due to:

- Decrease in debt repayments for long-term financings. This effect was partially offset by the decrease in financial funds obtained, as in the previous year, higher disbursements from the financial debt of the subsidiaries were received.
- Lower debt issuance costs payments.
- Increase in lease payments for new contracts.

DEBT MANAGEMENT

At the end of 2023, the company's financial debt is composed of: 1) short-term promissory notes for working capital financing, amounting to USD 60.0 million, 2) short-term subordinated debt notes of shareholders in Siba Energy amounting to USD 23.6 million, 3) long-term bank loans equivalent to USD 55 million, 4) corporate bonds issued in the Dominican Republic Stock Market totaling USD 89.9 million, 5) an unsecured corporate bond issued in international markets under Rule 144A and Regulation S of the United States of America Securities Act for USD 300.0 million, 6) bank loans with guarantees from the Siba subsidiary for USD 179.0 million, totaling a financial debt of USD 707.5 million (excluding debt issuance costs), corresponding to USD 160.7 million more compared to the financial debt reported as of December 31, 2022, net of amortizations.

The variation in total financial debt is mainly due to the issuance of three tranches of the authorized green bond to the Larimar 1 Trust, for USD 30 million, the issuance of bank loans and promissory notes for the financing of the construction of the Siba Energy project, for USD 76.8 million, the increase in working capital credit lines by USD 60 million, and the scheduled annual repayment of local corporate bonds.

CREDIT RATING

At the end of 2023, the company held international long-term ratings of "Ba3 stable" by Moody's and "BB-positive" by Fitch Ratings. Both ratings indicate a solid credit quality compared to other issuers or issues in the country, with a good capacity to pay its obligations on the terms and timelines agreed upon.

DIVIDENDS

Note 21 of the audited consolidated financial statements accompanying this annual management report includes disclosures related to dividends declared and paid in 2023.

GRI 201-2, EU5

SUSTAINABLE FINANCING

GREEN SECURITIES FRAMEWORK

On April 27, 2021, the Superintendence of the Securities Market of the Dominican Republic approved, through resolution R-SIMV-2021-10-FP, the Larimar 1 Trust and its green securities issuance program for up to USD 100 million.

As of the publication date of this report, securities of the Larimar 1 Trust have been placed for USD 100.0 million, of which USD 100.0 million, equivalent to 100% of the funds raised, has been returned to EGE Haina.

EGE Haina, in accordance with the Green Securities Framework associated with this issuance program, has allocated all refunded resources to the refinancing of the Girasol and Esperanza solar parks.

- Girasol: It has an installed capacity of 120 MW, started operations in 2021, and generated 225,480 MWh during 2023, contributing to avoiding the annual emission of 141,005 tons of CO_2 equivalent into the atmosphere.
- Esperanza: It has an installed capacity of 90 MW, began commercial operation in 2023. During this period, it generated 105,390 MWh and contributed to avoid the emission of 66,680 tons of CO_2 equivalent into the atmosphere.

EGE Haina declares that as of the publication date of this report, it has complied with the guidelines stipulated in the Green Securities Framework. Likewise, it affirms that both the Girasol Solar Park and the Esperanza Solar Park, to which the raised funds have been allocated, hold valid environmental licenses and comply with the requirements of relevant environmental compliance reports, with no identified gaps.

The following figures are presented for 2023, for both the operation of the Girasol Solar Park and the Esperanza Solar Park, and the proportion of the amounts allocated to them.

	Total (Figures in millions of USD)	**Proportion**	**Percentage**
Approved and placed amount for the issuance program	100.0	100.0	100.0%
Amount placed and refunded	100.0	100.0	100.0%
Amount refunded and allocated	100.0	100.0	100.0%
Total investment and proportion allocated to Girasol	94.2	94.0	99.8%
Total investment and proportion allocated to Esperanza	94.0	6.0	6.4%

	Unit	**2023**	**Proportion**
Installed capacity of Girasol	MW	120.0	119.7
Total energy generated by Girasol	GWh	226.8	224.1
Annual emissions avoided by Girasol	Tons of CO^2e	141.0	140.7
Installed capacity of Esperanza	MW	90.0	5.7
Total energy generated by Esperanza	GWh	107.3	6.7
Annual emissions avoided by Esperanza	Tons of CO^2e	66.7	4.3

The funds raised through the issuance program associated with the Green Securities Framework contributed to the achievement of the United Nations Sustainable Development Goals as shown in the following figure:

ODS	Description	Methodology	Indicator
SDG 7: Affordable and sustainable energy	Proportion of renewable energy in the total final energy consumption	Total energy generated in GWh, as measured at the injection point | Total energy consumption in GWh, as reported by the Coordinating Body.	1.55%
SDG 13: Climate action	Invested capital attributable to the Green Bond	USD amount mobilized per year since 2020	USD 100 million

FRAMEWORK FOR SUSTAINABILITY-LINKED FINANCING

On November 8, 2021, EGE Haina issued an unsecured sustainability-linked bond in the international markets for USD 300 million, under Rule 144A and Regulation S of the United States of America Securities Act, expiring on November 8, 2028. This bond was listed on the Luxembourg Stock Exchange and traded on the Euro MTF Market of that exchange.

In accordance with the Sustainability Performance Target (SPT) included in the Sustainability-Linked Financing Framework and the international bond issuance contract, EGE Haina has committed to achieving an installed capacity of renewable sources of 526.5 MW by December 31, 2026, according to the manufacturer's nameplate capacity and regulatory verification.

As disclosed in the audited consolidated financial statements and in this report, EGE Haina owned a renewable installed capacity of 386.5 MW as of December 31, 2023, which is composed as indicated in the following table:

Technology	Renewable Park	Installed capacity, MW	Year of Entry
Wind	Los Cocos 1	25.2	2011
	Los Cocos 2	52.0	2013
	Larimar 1	49.5	2016
	Larimar 2	48.3	2018
Solar photovoltaic	Quisqueya Solar	1.5	2015
	Girasol	120	2021
	Esperanza	90	2023
Total		**386.5**	

During the first quarter of 2023, EGE Haina began construction of the Sajoma Solar Park, which will have an installed capacity of 80 MW. When this park starts operations in 2024, 60 MW will remain to reach the SPT.

CONSOLIDATED FINANCIAL STATEMENTS AND THE INDEPENDENT AUDITORS' REPORT

EMPRESA GENERADORA DE ELECTRICIDAD HAINA, S. A. AND SUBSIDIARIES

DECEMBER 31, 2023

GRI 2-5

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Independent Auditors' Report

To the Shareholders and Board of Directors of
Empresa Generadora de Electricidad Haina, S. A.

Our opinion

In our opinion, the consolidated financial statements present fairly, in all material respects, the consolidated financial position of Empresa Generadora de Electricidad Haina, S. A. and its subsidiaries (hereinafter "the Company") as at December 31, 2023 and its consolidated financial performance and its consolidated cash flows for the year then ended in accordance with IFRS Accounting Standards.

What we have audited

The Company's consolidated financial statements comprise:

- the consolidated statement of financial position as at December 31, 2023;
- the consolidated statement of comprehensive income for the year then ended;
- the consolidated statement of changes in equity for the year then ended;
- the consolidated statement of cash flows for the year then ended; and
- the notes to the consolidated financial statements, which include material accounting policy information and other explanatory information.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing. Our responsibilities under those standards are further described in the *Auditor's responsibilities for the audit of the consolidated financial statements* section of our report.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Independence

We are independent of the Company in accordance with International Code of Ethics for Professional Accountants (including International Independence Standards) issued by the International Ethics Standards Board for Accountants (IESBA Code) and the ethical requirements of the Instituto de Contadores Públicos Autorizados de la República Dominicana (ICPARD) that are relevant to our audit of the financial statements in the Dominican Republic. We have fulfilled our ethical responsibilities in accordance with the IESBA Code and the ethical requirements of the ICPARD.

PricewaterhouseCoopers República Dominicana, S. R. L., Ave. Lope de Vega No. 29, Edificio Novo-Centro, Piso PwC, Apartado Postal 1286, Santo Domingo, República Dominicana
Teléfono (809) 567-7741, Telefax (809) 541-1210, RNC 132-09535-9

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To the Shareholders and
Board of Directors of
Empresa Generadora de Electricidad Haina, S. A.
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Key audit matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the consolidated financial statements of the current period. These matters were addressed in the context of our audit of the consolidated financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

Key audit matter	How the matter was addressed in the audit
Implementation of a new Enterprise Resource Planning system During 2023, the Company implemented a new Enterprise Resource Planning ("ERP") system. The new ERP is an integrated accounting and financial reporting system; the accounting records and the preparation of financial statements and other financial information relies on it. We consider the implementation of the new ERP in relation to the financial statement preparation process to be a key audit matter given the complexity and risk inherent to a migration of this nature. Also, due to the impact that this change implies on the Company's internal control environment and due to the risk that automated accounting procedures and manual controls dependent on Information Technology ("IT") are not designed or operate effectively.	The main audit procedures applied to the implementation of the new ERP are summarized below: • We gained an understanding of the new ERP implementation strategy, including: the implementation plan, roles and responsibilities, risk assessment, testing and certification strategy, migration strategy, security and training. • We understood and evaluated the design and tested the operating effectiveness of the key controls performed by the management in charge of the project in relation to: - the existence of a project plan and its approval; - the definition of roles and responsibilities; - the existence of a schedule and monitoring the progress of the project; - updating and monitoring migration risk assessment and treatment plans; - security regarding authentication controls, role construction, and password parameters; - data conversion and migration; and - quality testing, comprehensive testing and certification of end users. • We obtained the reconciliations made by management between the source system and the new ERP in the data migration phase. Also, we verified the procedures carried out by the management on the integrity and accuracy of the migrated data of clients, suppliers, materials and chart of accounts.

To the Shareholders and
Board of Directors of
Empresa Generadora de Electricidad Haina, S. A.
Page 3

Key audit matter	**How the matter was addressed in the audit**
Implementation of a new Enterprise Resource Planning system	• Once in production, we carried out the following procedures for the new ERP: - We evaluated and tested general IT controls, configuration, access management and segregation of duties tests. - We understood and evaluated the following processes: accounting, revenue and accounts receivable, purchases and accounts payable and inventory, and performed tests on the configuration of the system's automated and manual controls that we defined as key.

Other information

Management is responsible for the other information. The other information comprises the Sustainability Report, but does not include the consolidated financial statements and our auditor's report thereon, which is expected to be made available to us after the date of this auditor's report.

Our opinion on the consolidated financial statements does not cover the other information and we will not express any form of assurance conclusion thereon.

In connection with our audit of the consolidated financial statements, our responsibility is to read the other information identified above when it becomes available and, in doing so, consider whether the other information is materially inconsistent with the consolidated financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated.

When we read the Sustainability Report, if we conclude that there is a material misstatement therein, we are required to communicate the matter to those charged with governance.

Responsibilities of management and those charged with governance for the consolidated financial statements

Management is responsible for the preparation and fair presentation of the consolidated financial statements in accordance with IFRS Accounting Standards, and for such internal control as management determines is necessary to enable the preparation of consolidated financial statements that are free from material misstatement, whether due to fraud or error. In preparing the consolidated financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so. Those charged with governance are responsible for overseeing the Company's financial reporting process.

To the Shareholders and
Board of Directors of
Empresa Generadora de Electricidad Haina, S. A.
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Auditor's responsibilities for the audit of the consolidated financial statements

Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with International Standards on Auditing will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated financial statements.

As part of an audit in accordance with International Standards on Auditing, we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.

- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the consolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Company to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the Company audit. We remain solely responsible for our audit opinion.

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To the Shareholders and
Board of Directors of
Empresa Generadora de Electricidad Haina, S. A.
Page 5

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, actions taken to eliminate threats or safeguards applied.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the consolidated financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

The engagement partner on the audit resulting in this independent auditor's report is Aneurys de los Santos.

PricewaterhouseCoopers

Registration Code SIV: SVAE-006

March 20, 2024

Empresa Generadora de Electricidad Haina, S. A. and Subsidiaries
Consolidated Statement of Financial Position
December 31, 2023

(Amounts expressed in United States dollars - USD)

	Note	2023	2022
Assets			
Current assets			
Cash and cash equivalents	8	81,837,140	94,467,795
Short term investment		275,213	260,999
Trade receivables and other	9	117,249,855	109,449,273
Inventories	11	60,610,764	55,821,213
Income tax receivable	20	4,776,187	-
Prepaid expenses	12	20,888,180	8,868,781
Total current assets		285,637,339	268,868,061
Non current assets			
Property, plant and equipment, net	13	924,601,011	819,725,916
Right of use assets	14	16,501,276	13,893,820
Intangibles and other assets	15	20,327,979	17,102,586
Total non current assets		961,430,266	850,722,322
Total Assets		**1,247,067,605**	**1,119,590,383**
Liabilities and Equity			
Current liabilities			
Financial debt	16	191,061,989	57,442,571
Accounts payable	17	155,433,353	163,967,274
Income tax payable	20	-	2,561,274
Lease liabilities	14	963,776	1,093,754
Other liabilities	18	3,931,516	3,435,820
Total current liabilities		351,390,634	228,500,693
Non current liabilities			
Financial debt	16	507,771,972	479,528,839
Deferred tax liabilities	20	72,906,361	66,151,178
Lease liabilities	14	17,406,159	14,492,123
Other liabilities	18	5,494,409	5,541,753
Total non current liabilities		603,578,901	565,713,893
Total liabilities		954,969,535	794,214,586
Equity			
Share capital	21	289,000,000	289,000,000
Legal reserve		28,900,000	28,900,000
Cumulative results		(17,854,924)	8,209,797
Other comprehensive income		(588,333)	(413,929)
Controlling interests		299,456,743	325,695,868
Non controlling interests		(7,358,673)	(320,071)
Total equity		292,098,070	325,375,797
Total Liabilities and Equity		**1,247,067,605**	**1,119,590,383**

The accompanying notes are an integral part of these consolidated financial statements.

Empresa Generadora de Electricidad Haina, S. A. and Subsidiaries
Consolidated Statement of Comprehensive Income
For the year ended December 31, 2023
(Amounts expressed in United States dollars - USD)

	Note	2023	2022
Revenue from contracts with customers	22	573,290,791	513,538,656
Cost of fuel and energy purchases	23	(338,056,129)	(298,512,938)
Operating and general expenses	24	(75,402,108)	(59,781,119)
Personnel expenses	25	(24,867,955)	(21,034,564)
Depreciation and amortization	13, 14 & 15	(55,567,019)	(47,224,571)
Gain on foreign currency exchange, net		2,823,566	468,397
Other expenses, net	26	(14,557,724)	(132,893)
Operating income		67,663,422	87,320,968
Financial income	27	8,150,842	5,108,876
Financial expenses	28	(52,785,479)	(28,231,723)
Financial expenses, net		(44,634,637)	(23,122,847)
Income before tax		23,028,785	64,198,121
Income tax expense	20	(11,132,108)	(12,201,861)
Net income		**11,896,677**	**51,996,260**
Attributable to shareholders of EGE Haina		18,935,279	52,316,331
Attributable to non controlling interests		(7,038,602)	(320,071)
Net income		**11,896,677**	**51,996,260**
Other comprehensive income, net of tax			
Items that may not be subsequently reclassified to profit or loss			
Actuarial loss		(174,404)	(39,632)
Comprehensive income		**11,722,273**	**51,956,628**
Attributable to shareholders of EGE Haina		18,760,875	52,276,699
Attributable to non controlling interests		(7,038,602)	(320,071)

Net profit per share attributable to shareholders of Empresa Generadora de Electricidad Haina, S. A.:

	Note	2023	2022
Basic and diluted earnings per share[1]	21	0.41	1.14

The accompanying notes are an integral part of these consolidated financial statements.

[1] Amounts expressed in cents of USD.

Empresa Generadora de Electricidad Haina, S. A. and Subsidiaries
Consolidated Statement of Changes in Equity
For the year ended December 31, 2023
(Amounts expressed in United States dollars - USD)

	Note	Share capital	Legal reserve	Cumulative results	Other comprehensive income	Controlling interests	Non controlling interests	Total equity
At January 1, 2022		289,000,000	28,900,000	893,466	(374,297)	318,419,169	-	318,419,169
Net income		-	-	52,316,331	-	52,316,331	(320,071)	51,996,260
Actuarial loss		-	-	-	(39,632)	(39,632)	-	(39,632)
Comprehensive income for the year		-	-	52,316,331	(39,632)	52,276,699	(320,071)	51,956,628
Transactions with owners								
Declared dividends	21	-	-	(45,000,000)	-	(45,000,000)	-	(45,000,000)
At December 31, 2022		**289,000,000**	**28,900,000**	**8,209,797**	**(413,929)**	**325,695,868**	**(320,071)**	**325,375,797**
Net income		-	-	18,935,279	-	18,935,279	(7,038,602)	11,896,677
Actuarial loss		-	-	-	(174,404)	(174,404)	-	(174,404)
Comprehensive income for the year		-	-	18,935,279	(174,404)	18,760,875	(7,038,602)	11,722,273
Transactions with owners								
Declared dividends	21	-	-	(45,000,000)	-	(45,000,000)	-	(45,000,000)
At December 31, 2023		**289,000,000**	**28,900,000**	**(17,854,924)**	**(588,333)**	**299,456,743**	**(7,358,673)**	**292,098,070**

The accompanying notes are an integral part of these consolidated financial statements.

Empresa Generadora de Electricidad Haina, S. A. and Subsidiaries
Consolidated Statement of Cash Flows
For the year ended December 31, 2023

(Amounts expressed in United States dollars - USD)

	Note	2023	2022
Cash flows from operating activities			
Income before tax		23,028,785	64,198,121
Adjustments to reconcile income before tax to net cash provided by operating activities			
Depreciation and amortization	13, 14 & 15	55,567,019	47,224,571
Disposal and sale of property, plant and equipment	13 & 26	6,445	75,765
Financial expenses, net	27 & 28	44,634,637	23,076,437
Unrealized gain on foreign currency exchange, net		(3,017,389)	(557,485)
Impairment of property, plant and equipment	26	(71,465)	179,552
Tax on assets	20 & 24	3,185,749	-
Changes in assets and liabilities			
Trade receivables and other		(7,283,055)	23,980,333
Inventories		(5,138,012)	(2,909,139)
Prepaid expenses		(10,760,398)	(3,838,859)
Accounts payable		(13,569,763)	29,744,104
Other liabilities		(146,238)	256,922
Cash provided by operating activities		86,436,315	181,430,322
Interest received		4,090,120	3,821,065
Interest paid		(39,004,279)	(23,315,794)
Taxes paid		(14,187,057)	(13,356,053)
Net cash provided by operating activities		37,335,099	148,579,540
Cash flows from investing activities			
Additions to property, plant and equipment	13	(163,750,805)	(214,086,983)
Cash received from the sale of property, plant and equipment		28,117	110,300
Additions of intangibles	15	(2,356,490)	(2,167,149)
Short term investments		(23,704)	(12,885)
Net cash used in investing activities		(166,102,882)	(216,156,717)
Cash flows from financing activities			
Debt proceeds	29	169,236,000	261,337,338
Debt repayments	29	(6,142,320)	(109,000,200)
Dividends paid	10 & 29	(44,999,687)	(45,001,532)
Financing costs payments	16	(970,007)	(4,797,849)
Principal elements of lease payments	29	(821,516)	(595,313)
Net cash provided by financing activities		116,302,470	101,942,444
Net (decrease) increase in cash and cash equivalents		(12,465,313)	34,365,267
Cash and cash equivalents at the beginning of the year		94,467,795	60,320,914
Effects of exchange rate changes on cash and cash equivalents		(165,342)	(218,386)
Cash and cash equivalents at the end of the year	8	**81,837,140**	**94,467,795**

The accompanying notes are an integral part of these consolidated financial statements.

Empresa Generadora de Electricidad Haina, S. A. and Subsidiaries
Notes to the Consolidated Financial Statements
December 31, 2023

(Amounts expressed in United States dollars - USD)

1. CORPORATE INFORMATION

Empresa Generadora de Electricidad Haina, S. A. ("EGE Haina") was established on August 17, 1999 and incorporated on October 28, 1999 in conformity with the laws of the Dominican Republic, as part of the electric sector's capitalization process executed in that year.

On November 22, 2023, Haina Investment Co. Ltd. ("HIC") – former controlling entity – completed the transfer of all its shares in EGE Haina to Fondo de Inversión Cerrado de Desarrollo de Infraestructruras Energéticas I ("FICDIE I"), an investment entity registered in the Securities Market Registry of the Dominican Republic under number SIVFIC-058, managed by Administradora de Fondos de Inversión Universal, S.A., a commercial company incorporated in accordance with the laws of the Dominican Republic and registered in the Securities Market Registry of the Dominican Republic under number SIVAF-009. Following this reorganization, EGE Haina's shareholders are FICDIE I (50%), Fondo Patrimonial de las Empresas Reformadas ("FONPER") - an entity of the Dominican State (49.993 %), and other minority shareholders (0.007 %).

The Company's registered office is located at Lope de Vega Avenue, Novo-Centro Tower, 17th floor, Naco, Santo Domingo, Dominican Republic.

1.1. OUR SUBSIDIARIES

The consolidated financial statements at December 31, 2023 include the financial statements of Empresa Generadora de Electricidad Haina, S. A. and its controlled subsidiaries (collectively "the Company").

EGE Haina is a parent of a group of companies mainly dedicated to the production of electricity from renewable and conventional sources, and other activities related to the energy sector.

The table below details the list of consolidated subsidiaries directly or indirectly owned by EGE Haina at December 31, 2023:

Company	Activity	Year of incorporation	Country of incorporation	% interests*
Haina Overseas Corporation, Inc.	Energy	2015	Cayman Islands	100 %
EGE Haina Renovables, S.A.S.	Energy	2021	Dominican Republic	99.994 %
Fideicomiso de Oferta Pública de Valores Larimar I No. 04-FP ("Larimar 1 Trust")	Energy	2021	Dominican Republic	100 %
Siba Corporation ("Siba")	Energy	2022	British Virgin Islands	51 %

* Direct or indirect effective interests' participation.

1.2. OUR POWER PLANTS

The Company operates an aggregate installed capacity of 1,149 MW, of which:

i) 1,115.1 MW are directly owned by EGE Haina, made up of thirteen generation facilities in the Dominican Republic; which are commercially available and distributed in different regions of the country: Siba, Sultana del Este, Quisqueya 2 and Quisqueya Solar in the eastern region; Haina and Girasol in the south-central region; Barahona, Pedernales, Los Cocos 1, Los Cocos 2, Larimar 1 and Larimar 2 in the southwest region; and Esperanza Solar in the northern region.

Empresa Generadora de Electricidad Haina, S. A. and Subsidiaries
Notes to the Consolidated Financial Statements
December 31, 2023

(Amounts expressed in United States dollars - USD)

ii) 25.6 MW are leased and commercialized by EGE Haina through the Palenque plant, under a lease agreement with DOMICEM, S. A. ("DOMICEM"). This power plant, located in the south-central region of the country, has four light fuel oil engines.

iii) 8.3 MW are operated by EGE Haina and owned by third parties. This net installed capacity corresponds to Quilvio Cabrera wind farm – operated and maintained under a contract signed with Consorcio Energético Punta Cana Macao. This farm is located in the southwest region of the country and has five wind turbines.

These facilities in commercial operation consist of a number of conventional generation sources operated with natural gas, high sulfur fuel oil ("HSFO"), light fuel oil ("LFO") and coal, as well as renewable energy sources such as wind and solar. The table below shows the diversified portfolio at the date of the consolidated financial statements:

Source	Installed capacity (MW)	% Installed capacity
Natural gas	415.2	36.1 %
Solar	211.5	18.4 %
HSFO	187.1	21.1 %
Wind	183.3	16.3 %
LFO	100.0	8.7 %
Coal	51.9	4.5 %
Total	**1,149.0**	**100.0 %**

1.3. REGULATORY FRAMEWORK

The Company is governed by laws, regulations and standards that apply to its operations and constitution, as a public limited company, issuer of securities and agent of the electric sector in the Dominican Republic.

Electric sector

It is composed of regulatory entities, including the Ministry of Energy and Mines, the National Energy Commission, the Superintendence of Electricity ("SIE"), the Coordinating Office of the National Interconnected Electric System ("OCSENI" by its Spanish acronym) and entities that produce, transport, distribute and consume electricity.

Financial sector

As an entity of public interest, due to its condition of issuer in the Dominican Republic and in international financial markets, the Company follows all the regulatory provisions required by the Superintendence of Securities Market of the Dominican Republic, and by the regulatory entities or corporate best practices associated to the Company's financial information right of access.

1.4. AUTHORIZATION OF CONSOLIDATED FINANCIAL STATEMENTS

The Company's Board of Directors authorized Management the issuance of the consolidated financial statements on March 20, 2024. These consolidated financial statements must be submitted to the Shareholders' General Assembly for definite approval. They are expected to be approved without changes.

Empresa Generadora de Electricidad Haina, S. A. and Subsidiaries
Notes to the Consolidated Financial Statements
December 31, 2023

(Amounts expressed in United States dollars - USD)

2. BASIS OF PREPARATION OF THE CONSOLIDATED FINANCIAL STATEMENTS

2.1. BASIS OF PREPARATION

The Company's consolidated financial statements have been prepared in accordance with IFRS Accounting Standards ("IFRS"). IFRS Accounting Standards comprise the following authoritative requirements: IFRS Accounting Standards, IAS Standards and interpretations developed by the IFRS Interpretations Committee (IFRIC Interpretations) or its predecessor body the Standing Interpretations Committee (SIC Interpretations) applicable to companies reporting under IFRS Accounting Standards.

The Company's consolidated financial statements have been prepared on a historical cost basis; except for items measured at fair value, and monetary assets and liabilities in foreign currency in conformity with IFRS Accounting Standards.

The consolidated financial statements are presented in United States dollars (USD). The integer amounts do not include decimal places and have been rounded to the nearest unit of one dollar (USD 1), unless otherwise stated.

The preparation of consolidated financial statements in accordance with IFRS Accounting Standards requires the use of certain critical accounting estimates; it also requires Management to use its judgment while applying the Company's accounting policies. The areas that involve a greater degree of judgment or complexity, or areas where assumptions or estimates are important for the consolidated financial statements, are disclosed in Note 6.

2.2. BASIS OF CONSOLIDATION

A subsidiary is an entity over which EGE Haina has control. EGE Haina controls an entity when it is exposed to, or has rights to, variable returns from its involvement with the entity and has the ability to affect those returns through its power over the entity. A subsidiary is consolidated as of the date on which control is transferred to EGE Haina, and it is deconsolidated from the date that control ceases.

The financial statements of the subsidiaries were prepared at and for the same years as EGE Haina, using consistent accounting policies.

All balances, transactions, income, expenses, earnings or losses related to intercompany activities, have been fully eliminated in the consolidation process.

3. ADOPTION OF ACCOUNTING POLICIES

The accounting policies adopted by the Company to prepare its consolidated financial statements at December 31, 2023 are consistent with those that were used for the preparation of the consolidated financial statements at December 31, 2022.

The Company adopted the following amendments and interpretations at January 1, 2023:

- IFRS 17 – Insurance Contracts (including amendments of June 2020).
- Amendments IAS 1 – Classification of Liabilities as Current or Non Current.
- Amendments IAS 12 – Deferred Tax Related to Assets and Liabilities Arising from a Single Transaction.
- Amendments IAS 8 – Accounting Policies, Changes in Estimates.

Empresa Generadora de Electricidad Haina, S. A. and Subsidiaries
Notes to the Consolidated Financial Statements
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(Amounts expressed in United States dollars - USD)

- Amendments IAS 1 – Presentation of Financial Statements and Statement of Practice IFRS 2, on Judgments on Materiality or Materiality Relative Importance.
- Amendments IAS 12 – International Tax Reform – OECD's Pillar Two Model Rules.

These adoptions were implemented without significant impact on the amounts recognized in the previous or current periods.

4. SUMMARY OF MATERIAL ACCOUNTING POLICIES

4.1. CURRENCY, FOREIGN CURRENCY TRANSACTIONS AND FINANCIAL STATEMENTS CONVERSION

The items included in the consolidated financial statements are valued using the currency of the primary economic environment in which the Company operates ("functional currency"). The Company determines as its functional currency, the currency which influences the way in which its main operating, financial and investment transactions are denominated and converted into cash.

The Company reviews its functional currency annually or when facts or circumstances so indicate. At December 31, 2023, the Company's functional currency is the United States dollar ("USD").

The Company records its transactions in currencies other than the functional currency using the exchange rates prevailing on the date of the transaction.

At the end of the reporting period, to determine its financial position and operating results, the Company remeasure and adjusts its monetary assets and liabilities in foreign currency using the closing period exchange rate. Foreign exchange differences that may result from the application of this policy are recognized in the consolidated statement of comprehensive income.

Non monetary items in currencies other than the functional currency and measured at historical cost, are translated to the functional currency using the spot exchange rates. Non monetary items in currencies other than the functional currency and measured at fair value, are translated to the functional currency using the spot exchange rates when the fair value was determined.

The exchange rates used by the Company at December 31, 2023, to translate balances in foreign currency ("DOP") and euros ("€") to United States dollar were DOP 58.1714 (2022: DOP 56.22) for USD 1.00 and € 1.1395 (2022: € 0.91) for USD 1.00.

4.2. CASH AND CASH EQUIVALENTS

Cash and cash equivalents are comprised of cash and highly liquid short term investments, with a maturity equal to or less than three months from their date of acquisition, and are subject to an insignificant risk of changes in value.

For the consolidated statement of cash flows' purpose, cash and cash equivalents are presented by the Company net of bank overdrafts, if any.

4.3. FINANCIAL INSTRUMENTS

A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity.

The Company's financial assets include cash and cash equivalents, short term investments and trade receivables and other. The trade receivables and other are non derivative financial assets

Empresa Generadora de Electricidad Haina, S. A. and Subsidiaries
Notes to the Consolidated Financial Statements
December 31, 2023
(Amounts expressed in United States dollars - USD)

with fixed or determined payments that are not quoted in an active market.

The Company's financial liabilities include financial debt, accounts payable, lease liabilities and other liabilities.

4.3.1. INITIAL RECOGNITION AND MEASUREMENT

Financial instruments are initially recognized when the Company becomes a contractual party to the instrument, except for trade receivables and other that are initially recognized when they originate, according to the provisions of the contracts with the customers.

A financial instrument (asset or liability) - except for a receivable that does not contain a significant financing component - is initially measured at fair value through profit or loss, plus or less transaction costs directly attributable to its acquisition or issuance. Trade receivables and other that do not contain a significant financing component are initially measured at the amount of the unconditional consideration.

4.3.2. FAIR VALUE MEASUREMENT

Fair value estimates are calculated based on relevant market information and information related to the financial instruments. These estimates do not reflect a premium or discount that could result in holding financial instruments as available for sale.

The nature of these estimates is subjective and involves uncertain aspects and Management's judgment, thus these figures cannot be determined with absolute accuracy. Consequently, should there be changes in the assumptions on which the estimates are based, these could differ from the final results.

Fair value hierarchy

The Company uses the following hierarchy, at its lowest level of significant information, to determine and disclose the fair value of its financial instruments:

- Level 1: Quoted prices (unadjusted) in active markets for identical financial assets or liabilities.
- Level 2: Valuation techniques using inputs other than quoted prices that are observable for the asset or liability, either directly or indirectly.
- Level 3: Valuation techniques that include inputs with a significant effect on the fair value that are not based on observable market data.

4.3.3. OFFSETTING FINANCIAL INSTRUMENTS

Financial assets and financial liabilities are offset, and the net amount is presented in the consolidated statement of financial position if currently there is a legally enforceable right to offset the recognized amounts and there is an intention to settle on a net basis the assets and liabilities simultaneously.

Empresa Generadora de Electricidad Haina, S. A. and Subsidiaries
Notes to the Consolidated Financial Statements
December 31, 2023
(Amounts expressed in United States dollars - USD)

4.3.4. FINANCIAL ASSETS

4.3.4.1. FINANCIAL ASSETS – BUSINESS MODEL

The Company performs an annual evaluation of its operations to determine how it manages its financial assets to generate cash flows and to designate business models by groups of assets that achieve a particular business objective, which do not depend on Management's intentions for an individual instrument, but on a higher level of aggregation.

The levels of aggregation considered by Management to evaluate the business model are four: 1) cash and cash equivalents and short-term investment; 2) accounts receivable from government distribution companies, power generation companies and other electric market agents; 3) accounts receivable from unregulated users ("UNR") and other receivables; and 4) accounts receivable from related parties.

The business model consists of recovering contractual cash flows at maturity in order to fulfill Management's objectives. In situations of credit or liquidity risks, the Company may consider the sale of financial assets. However, the frequency, value and timing of sales of financial assets in prior periods are evaluated to determine if they represent a change in the way financial assets are managed.

4.3.4.2. FINANCIAL ASSETS – TEST OF SOLELY PAYMENT OF PRINCIPAL AND INTEREST ("SPPI")

As part of the classification process of its financial assets, the Company evaluates the contractual terms to identify if the SPPI test is met or not.

- Principal: The objective of this test is to define whether the fair value of the financial assets initially recognized has changed over the estimated life of the financial asset.
- Interest: The most significant elements to perform the evaluation of the SPPI are typically the time value of money and the credit risk. The Company apply estimates and other factors that are considered relevant for the test, such as: the currency in which the financial asset is specified and the period for which the interest rate is defined.

While executing this test, it is also evaluated whether the financial asset contains any contractual terms that could change the timing or amount of contractual cash flows in order to determine if the test is met or not, such as: contingent events, terms that can adjust the rate, payment characteristics and extension options; and convertibility.

A prepaid characteristic is consistent with the characteristics of solely payments of principal and interest if the prepaid amount represents substantially the outstanding amounts of principal and interest, which may include reasonable additional compensation for early termination of the contract.

4.3.4.3. FINANCIAL ASSETS – CLASSIFICATION AND SUBSEQUENT MEASUREMENT

The Company determines the classification of its financial assets at the date of its initial recognition.

Financial assets are not reclassified after initial recognition unless the Company changes the business model, in which case all affected financial assets are reclassified on the first day of the first reporting period after the model change.

Empresa Generadora de Electricidad Haina, S. A. and Subsidiaries
Notes to the Consolidated Financial Statements
December 31, 2023
(Amounts expressed in United States dollars - USD)

Subsequent measurement considerations due to changes in the business model

a) A financial asset is subsequently measured at amortized cost if it meets the following two conditions:

- It is managed within a business model whose objective consists in maintaining assets to recover contractual cash flows; and
- Its contractual terms are only payments of principal and interest on the amount of outstanding principal.

Financial assets at amortized cost are subsequently measured using the effective interest method (the calculation takes any premium or discount on the acquisition and includes transaction costs and fees that are an integral part of the effective interest rate). The amortized cost is reduced by impairment losses.

Subsequent recognition: Interest income, and gains or losses on foreign currency exchange, disposal of assets or impairment are recognized in profit or loss. If, in a subsequent period, the amount of the impairment loss decreases and it can be objectively related to an event subsequent to the recognition of the impairment, the impairment loss is reversed. Once the reversal has been recorded, the carrying amount of the financial asset must not exceed the original amount recorded. The amount of the reversal is recognized in profit or loss for the year in which it occurs.

b) A financial asset is subsequently measured at fair value through other comprehensive income if both of the following conditions are met:

- It is held within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets; and
- Its contractual terms are solely payments of principal and interest on the principal amount outstanding.

The fair value of an investment that is traded in an organized financial market is determined by references to quoted prices in that financial market of trades executed at the date of the consolidated statement of financial position. For those financial instruments of which there is no active financial market, the fair value is determined using valuation techniques. Such techniques include recent market transactions between and informed parties that operate under conditions of mutual independence; references to the fair value of another substantially similar financial instrument; and discounted cash flows or other valuation models.

Investments in equity instruments recognized at fair value through other comprehensive income are subsequently measured at fair value.

Subsequent recognition: dividends are recognized as income in profit or loss unless the dividend represents a recovery of the investment cost. When the assets are derecognized, gains or losses accumulated in other comprehensive income are reclassified to profit or loss.

c) All financial assets that are not measured at amortized cost or fair value through other comprehensive income, as described above, are measured at fair value through profit or loss. This category of measurement includes all financial derivative instruments.

The Company opts out to irrevocably designate the measurement of financial assets at fair value through profit or loss or other comprehensive income.

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4.3.4.4. FINANCIAL ASSETS – IMPAIRMENT

A financial asset or group of financial assets is considered impaired if, and only if, there is objective evidence of impairment as a result of one or more events that have occurred after the initial recognition of the financial asset and that the event of loss detected has an impact in the estimated future cash flows for the financial asset or group of financial assets that can be reliably estimated.

The Company recognizes an allowance for expected credit losses on all financial assets not measured at fair value through profit or loss, except for cash and cash equivalents due to their high liquidity or maturity date proximity. The expected credit losses matrix is based on the difference between the contractual cash flows and the cash flows that the Company expects to receive, discounted at the appropriate effective rate.

For the determination and valuation of the expected credit losses, the Company adopts the simplified approach and the rebuttable presumption of "default" after 90 days; except for assets in the second business model (accounts receivable from government distribution companies, power generation companies and other electric market agents) for which the default was defined after 365 days.

While estimating the impairment, the Company uses historical information on the portfolio's behavior and recoveries during the last three years, excluding balances with guarantees and payment agreements. This matrix is reviewed annually unless there are new conditions or changes that materially affect the behavior of the financial assets' recovery.

With the objective of incorporating forward-looking information and other applicable conditions, the Company analyzes variables that affect and help predicting the behavior of the defaulted financial assets' recovery that could impact the impairment recognition. In this regard, the Company periodically performs qualitative risk analyses to identify changes in the estimated losses.

4.3.5. FINANCIAL LIABILITIES – CLASSIFICATION AND SUBSEQUENT MEASUREMENT

The Company determines the classification of its financial liabilities at the date of its initial recognition.

After initial recognition, the financial liabilities are measured at amortized cost using the effective interest rate method. The Company recognized gains or losses in the period's profit or loss when the financial liability is derecognized as well as through the amortization process.

4.4. INVENTORIES

Inventories consist of spare parts and bulk fuels (coal, HSFO and LFO); and are measured at the lower of cost or its net realizable value. The cost is determined using the average cost method.

Inventory costs include all costs derived from their acquisition, as well as other costs incurred to bring them to their present condition and location. Merchandise in transit is recorded at its invoiced cost.

If it is expected that inventories will not be recovered through operating income, the Company recognizes an impairment loss in the consolidated statement of comprehensive income. In addition, the carrying amount of spare parts inventories is reduced only if an obsolescence has been identified.

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4.5. PROPERTY, PLANT AND EQUIPMENT, NET

Initial recognition and measurement

- Initial recognition costs, as well as subsequent ones, are included in the book value of the asset or as a separate asset, as appropriate, only when it is probable that the future economic benefits associated with the item will be transferred to the Company, that the cost of such item can be reliably measured and that such economic benefits are provided for more than one year.
- Property, plant and equipment are recorded at historical cost. The historical cost includes expenditures directly attributable to the acquisition of the items.
- Construction and installation costs are charged to temporary accounts and subsequently transferred to the respective asset accounts once the works are completed. These works in process include all disbursements directly related to the design, development and financial costs attributable to the asset.
- Interest expenses related to general and specific loans that are directly attributable to the acquisition or construction of property, plant and equipment, are capitalized as part of the cost until the assets are substantially ready for use.
- Proceeds before the intended use of assets under construction, and related cost incurred, are recognized as other income in the consolidated statement of comprehensive income.

- Proceeds before the intended use of assets under construction, and related costs incurred, are recognized in the consolidated statement of comprehensive income as: i) revenue from contracts with customers, when derived from the regular operations of the asset; or ii) other income, when related to activities outside the regular course of operation or use of the asset.

Subsequent measurement

- After the initial recognition, the Company has chosen to use the cost model for the valuation of property, plant and equipment components, less accumulated depreciation and the accumulated amount of any impairment loss.
- The costs of maintenance expenses (including those incurred in the reconditioning of the generation assets as major and minor maintenance) are charged directly to the consolidated statements of comprehensive income in the period in which they are incurred.
- Depreciation is calculated on a straight-line basis, over the estimated useful life of each asset. The estimated useful lives of the Company's assets are as follows:

Category	Useful life (years)
Buildings	03 – 35
Generation assets, including capital spare parts*	01 – 40
Transportation equipment	03 – 10
Furniture and office equipment	02 – 10
Minor equipment	02 – 25

* Capital spare parts, as opposed to inventory spare parts, are those that can be repaired and reused. Their estimated useful life is 5-20 years and do not exceed the useful life of the underlying generation assets.

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- The impairment, estimated useful life and depreciation methods of assets in this category are reviewed annually by the Company, or when facts or circumstances indicate that the values recorded may not be recoverable and are prospectively adjusted when it results relevant. To determine the fair value of the decommissioning, the Company makes estimates of the expected cost, the discount rate, and the expected date that these costs will be incurred.

Derecognition of property, plant and equipment

A component of property, plant and equipment is derecognized when it is expropriated, sold, or when no future economic benefits are expected from its use or disposal. Any loss or gain arising from the derecognition of an item of property, plant and equipment (determined as the difference between its carrying amount and the sales proceeds) is recognized in profit or loss for the year in which the transaction occurs.

4.6. INTANGIBLES AND OTHER ASSETS

Intangibles

Intangible assets acquired separately are measured on initial recognition at cost and are capitalized based on the amount incurred to acquire or put them into operation. The recognition of the costs in the carrying amount will end when the asset is in the location and condition necessary for it to be capable of operating in the manner intended by the Company.

The intangible assets held by the Company corresponds to:

- Software.
- Easement contracts, which correspond to payments to third parties for an indefinite period of time for the use of land. These assets are subject to amortization based on the useful lives of the underlying assets owned by the Company.
- Right of use contracts, which grant the Company the shared use of assets such as substations and pipelines.

Following initial recognition, intangible assets are carried at cost less accumulated amortization and accumulated impairment losses, if any.

The useful lives of intangible assets are assessed and classified as either finite or indefinite.

Intangible assets with finite lives are amortized under the straight line method over the estimated useful economic life of the assets, which are reviewed annually by the Company. The amortization expenses on intangible assets are recognized in profit or loss for the year in which they are incurred. The useful lives of the intangible assets are as follows:

Category	Useful life (years)
Software	01 – 10
Easement contracts	22 – 25
Right of use contracts	05 – 26

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4.7. LEASES

At the beginning of a contract, the Company assesses whether the contract is, or contains, a lease. A contract is, or contains, a lease if it conveys the right to control the use of an identified asset for a period of time in exchange for consideration. The Company reevaluates whether a contract is, or contains, a lease only if the terms and conditions of the contract change.

The Company chose to apply the consideration of IFRS 16-Leases for the classifications of short term and low value lease contracts. Lease contracts for which the term of the lease ends within 12 months from the date of initial application and lease contracts for which the underlying asset is of low value are recognized as straight-line expenses in the consolidated statement of comprehensive income. In determining the lease term, the Company considers all the facts and circumstances that create an economic incentive to exercise an extension option or not to exercise it.

For lease contracts in which the Company is a lessee:

- A right of use asset and its corresponding lease liability are recognized on the date the leased asset is available for use.
- At the commencement date, a right of use asset is measured at cost and the lease liability is measured at the present value of the lease payments that have not been paid on that date.
- After the commencement date, the Company measure:
  - The right of use asset applying a cost model. The right of use asset depreciates in a straight line over the lesser of the lease term or the estimated useful life of the asset; an impairment loss is recognized, when applicable; and is adjusted for any new measurement of the lease liability when the contract has been modified.
  - Its lease liability is recognized including the financial cost of the contract, the executed lease payments and the effect of modifications to the contract. The financial cost is recognized in the period's profit or loss, for the remaining value of the liability in each period. Lease payments are discounted using the interest rate implicit in the contract or the incremental rate of the Company's financial debt.

The useful lives of the Company's lease contracts are as follows:

Category	Useful life (years)*
Land	03 – 35
Generation assets	06
Other	24

* The maturities of the contracts are individually negotiated and contain different terms and conditions, which include renewal options that were evaluated by the Company to determine the maturity of the leases.

- The Company recognizes variable payments that do not depend on an index or rate at the time they are incurred and are presented as operating and general expenses in the consolidated statement of comprehensive income. This presentation applies to short term and low value leases.

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4.8. EQUITY

Share capital

The Law 479-08 of the Dominican Republic, *Commercial and Limited Liability Corporations Law*, establishes that the amount of share capital is recognized when it is issued, in accordance with the value of all the contributions of its common shareholders.

Legal reserve

The Law 479-08 establishes that at least 5 % of the annual net income should be segregated as part of the Company's legal reserve until the balance is equal to 10 % of the outstanding capital. This reserve cannot be capitalized, reassigned to retained earnings or used for the payment of dividends. In 2016, the Company reached the maximum legal amount required.

Dividends

The Foreign Investment Law of the Dominican Republic establishes the right to repatriate share capital and remit benefits in freely convertible currencies. Dividends may be declared each fiscal year, up to the total amount of accumulated earnings and net benefits of the year, and are subject to a 10 % withholding tax payment. Dividends distributed and not paid are recognized as a liability in the consolidated financial statements until the disbursements are made.

4.9. REVENUE

The Company classifies its operating income as revenue from contracts with customers. These operating income are subclassified as: revenue from direct contracts with customers and revenue from sales in the spot market, and include proceeds of assets under construction before their intended use if they are related to ordinary business operations.

The Company recognizes, in the period's profit or loss, other non-operating income related mainly to financial components of operating income, investment income, incidental proceeds of assets under construction not from ordinary activities and income from the sale of tangible assets.

4.9.1. REVENUE FROM CONTRACTS WITH CUSTOMERS

The Company recognizes revenue from contracts with customers under the terms and conditions established by *IFRS 15 – Revenue from Contracts with Customers*.

Revenue from direct contracts

The Company mainly classifies as revenue from direct contracts with customers, income related to:

- Sales of electricity. This category includes revenue from sales of energy, capacity and other ancillary services.
- Gas sales. This category includes revenue from the commercialization of natural gas.
- Revenue from services. This category includes mainly the revenue from the operation and maintenance of third-party assets, and the fuel storage service.

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- Other operating income. This category mainly includes the sales of fuel's sub products and carbon emissions credits.

For these contracts or any other included in this category, revenue is recognized when the control of the goods and services has been transferred to the customer in an amount that reflects the consideration to which the entity expects to be entitled in exchange for those goods or services.

Revenue from sales in the spot market

Revenue from sales of electricity (energy, capacity and other ancillary services), both contracted directly with the customers and through transactions in the spot market, are recognized based on the electricity produced and demanded by customers on each calendar month.

OCSENI, which is the entity in charge of reporting system transactions, schedules the dispatch of the generating units declared available in the market in order of merit or economic dispatch, to match the supply and demand of energy at a particular time, optimizing the existing relationship between the cost of supplying the demand and the security of the system.

Each entity in the National Interconnected Electric System ("SENI" according to its acronym in Spanish) reports the end of month metering reading to the OCSENI. This entity reconciles the amounts of electricity injected (by generation) and withdrawn (by sales) in the system and determines the quantity of energy sold by direct contracts and energy sold in the spot market. Direct contracted energy sales are priced according to the contract's specifications and those sales made in the spot market are priced according to the prices declared by the marginal generation units.

4.9.2. FINANCIAL INCOME

This category includes interest on financial instruments (mostly related to trade receivables) and investments considered as cash equivalents or short term investments in the consolidated statement of financial position.

Income arising from financial instruments are recognized in relation to the passage of time, calculated over the average monthly balances for the invested principal and applying the interest rate applicable to each financial instrument.

4.10. SEGMENT INFORMATION

Operating segments are components that involve business activities that could obtain revenue or incur in expenses, whose operating results for which discrete financial information is available are regularly reviewed by the Executive Committee (chaired by the General Manager and composed of all Senior Directors of EGE Haina). The Executive Committee decides which resources should be assigned to an operating segment and assesses on a regular basis the Company's operational performance and returns based on cash flows, contracts and agreements with suppliers of equipment, services and operators, and plans for advertising and growth.

Has being determined on the basis of quantitative and percentages thresholds of its earnings before interest, tax, depreciation and amortization (EBITDA) that the Company has two operating segments: production and sale of electricity, and sale of gas. These segments are operated in a single geographical location: Dominican Republic.

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4.11. TAXES

The Company recognizes taxes payable, withheld, or collected based on the provisions of Law 11-92, *Tax Code of the Dominican Republic*, its rules and modifications, and accepts exemptions that are attributable to the type of operation it executes.

The Tax Code requires taxpayers to maintain their accounting records and prepare tax returns in Dominican pesos (local currency). This requirement also applies for those who use a functional currency different from the Dominican peso. The tax authorities annually indicate the foreign exchange rate to be used in the measurement of monetary items originated in foreign currencies.

The foreign subsidiary's operations are exempt from income tax in its country of incorporation, since its operations take place outside said jurisdiction.

Current income tax

The Company calculates this amount by applying to income before tax the adjustments of certain tax deductible or nondeductible items, in accordance with current tax regulations. The current income tax is recognized by the Company as a liability net of tax advanced payments and the applicable carryforward of unused tax losses or credits. If the net amount paid at the end of the year exceeds the amount to be paid for that period, the excess is recognized as an asset.

Deferred income tax

Deferred income tax is recognized for the temporary differences that arise between the tax bases of assets and liabilities and their carrying amounts in the consolidated financial statements. The deferred tax is determined using tax rates in effect, or substantially in effect, at the date of the consolidated financial statements and which are expected to be applicable when the corresponding deferred tax asset is realized or the tax liability is settled.

Deferred tax assets are recognized only to the extent that it is probable that there will be available future taxable income to apply against the temporary differences.

The Company offsets its assets and liabilities for deferred taxes, when it has the legally enforceable right to offset the amounts recognized before the same tax authority and when it intends to liquidate them for the net amount or to realize the asset and cancel the liability simultaneously.

Asset tax

The tax on assets established by the Dominican legislature, is an alternative or minimum tax calculated for energy generation, transmission and distribution companies - as defined in the *General Electricity Law* No. 125-01, based on 1 % of the balance in Dominican pesos of property, plant and equipment, net of depreciation.

Tax on assets co-exists with current income tax, and taxpayers must pay the higher of the two each year. If for the year, the Company's tax obligation is to pay tax on assets, the excess over the current income tax is recorded as an operating expense in the consolidated statement of comprehensive income.

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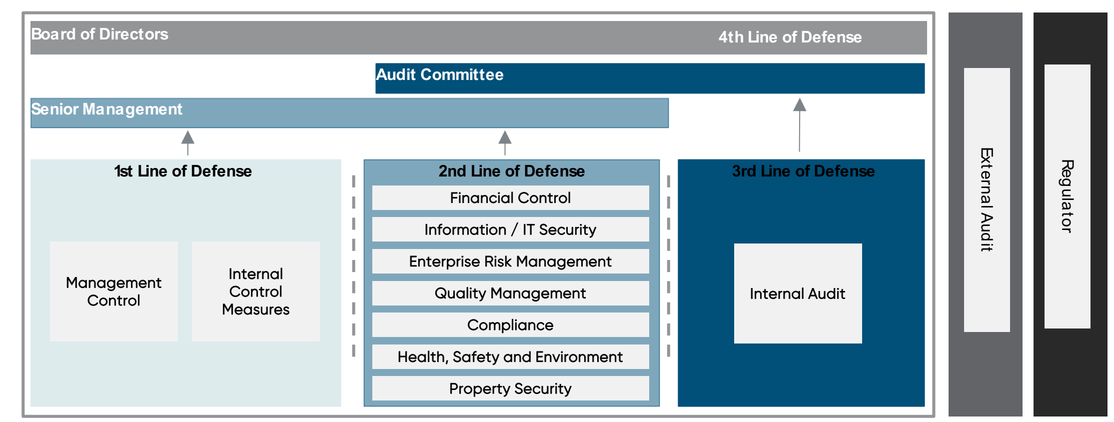
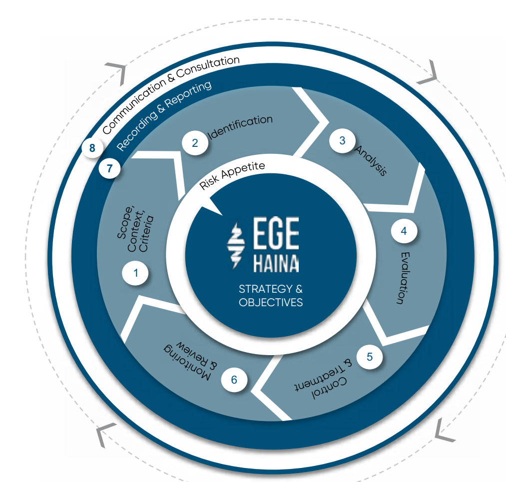
4.12. ENTERPRISE RISK MANAGEMENT

The Company is committed to a comprehensive enterprise risk management approach, which strives towards organizational resilience, and continuous improvement. Our risk management framework is based upon international standards and best practices on risk management, resilience, as well as internal control, and corporate governance. The Company's risk management model ensures the determination and management of its risks based on ISO 31000:2018 - Risk Management and COSO ERM 2017 (Enterprise Risk Management), which are aligned with the organization's strategic framework.

The Company has designed its risk management framework based on the three lines of defense model.



The Company executes the risk management as a strategic and dynamic process, which is carried out at the different levels within the organization. The Company promotes a culture of integrated risk management, fostering attitudes, values, and risk-based behaviors for strategic and operational decision-making.



Risk management

To ensure that all risks are properly identified, assessed, and managed, the Company identifies risks to focus adequate financial and human resources on what is a priority, to guarantee the achievement of its short, medium, and long term objectives. For such purposes, it conducts the 8 steps of the risk management process illustrated above. The Company is exposed to a universe of risks that may be of operational, financial, compliance, environmental or external nature (Note 30 for financial risks).

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5. FUTURE CHANGES IN ACCOUNTING POLICIES

Standards, interpretations or amendments, which have been issued but have not become effective at December 31, 2023, are described below. The Company has the intention of adopting them when they become effective, if applicable.

Standard	Description	Adoption date	Status and/or estimated effect
Non-current Liabilities with Covenants	The new amendments aim to improve the information an entity provides when its right to defer settlement of a liability is subject to compliance with covenants within twelve months after the reporting period.	01/01/2024 early application is permitted	Under evaluation, no early application or changes are expected.
Lease Liability in a Sale and Leaseback – Amendments to IFRS 16	This amendment explains how an entity accounts for a sale and leaseback after the date of the transaction.	01/01/2024 early application is permitted	Under evaluation, no early application or changes are expected.
IFRS Accounting Taxonomy 2021	Amendments to Initial Application of IFRS 17 and IFRS 9—Comparative Information, Technology Update and Disclosure of Accounting Policies and Definition of Accounting Estimates.	01/01/2024 early application is permitted	Under evaluation, no early application or changes are expected.
Supplier finance arrangements – Amendments to IAS 7 and IFRS 7	These amendments require additional disclosures regarding reverse factoring contracts and similar agreements.	01/01/2024	Under evaluation, no changes are expected.
Sale or contribution of assets	Amendments to IFRS 10 and IAS 28. These amendments clarify the accounting treatment for sales or contribution of assets between an investor and their associates or joint venture.	Deferred	Not applicable

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6. SIGNIFICANT ACCOUNTING JUDGMENTS, ESTIMATES AND ASSUMPTIONS

The preparation of the Company's consolidated financial statements requires Management to conduct judgments, estimates and assumptions affecting the reported figures of revenue, expenses, assets and liabilities and their corresponding disclosures, as well as the disclosure of contingent liabilities. However, given the implicit uncertainty of these judgments, estimates and assumptions, it could derive in situations requiring adjustments of significant impact on the amounts of assets and liabilities recognized in future periods.

In the process of applying its accounting policies for the consolidated financial statements at December 31, 2023, the Company has considered the following relevant judgments, estimates or assumptions:

Significant judgments, estimates and assumptions	Note
Functional currency	4.1
Fair value, business model and expected credit losses on financial instruments	4.3
Estimated useful life of property, plant and equipment	4.5
Leases term	4.7
Deferred tax assets	4.11

7. SEGMENT REPORTING

Performance by business segment

2023	Energy	Gas	Total
Revenue	556,301,173	16,989,618	573,290,791
Cost of fuel and energy purchases	(330,713,990)	(7,342,139)	(338,056,129)
Operating and general expenses	(75,402,108)	-	(75,402,108)
Personnel expenses	(24,867,955)	-	(24,867,955)
Depreciation and amortization	(55,567,019)	-	(55,567,019)
Gain on foreign currency exchange, net	2,823,566	-	2,823,566
Other expenses, net	(14,557,724)	-	(14,557,724)
Operating income	58,015,943	9,647,479	67,663,422
Financial expenses, net	(44,634,637)	-	(44,634,637)
Income before tax	13,381,306	9,647,479	23,028,785
Income tax expense	(10,802,205)	(329,903)	(11,132,108)
Net income	**2,579,101**	**9,317,576**	**11,896,677**

2022	Energy	Gas	Total
Revenue	488,484,393	25,054,263	513,538,656
Cost of fuel and energy purchases	(298,512,938)	-	(298,512,938)
Operating and general expenses	(59,781,119)	-	(59,781,119)
Personnel expenses	(21,034,564)	-	(21,034,564)
Depreciation and amortization	(47,224,571)	-	(47,224,571)
Gain on foreign currency exchange, net	468,397	-	468,397
Other expenses, net	(132,893)	-	(132,893)
Operating income	62,266,705	25,054,263	87,320,968
Financial expenses, net	(23,122,847)	-	(23,122,847)
Income before tax	39,143,858	25,054,263	64,198,121
Income tax expense	(11,606,563)	(595,298)	(12,201,861)
Net income	**27,537,295**	**24,458,965**	**51,996,260**

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Financial position by business segment

2023	Energy	Gas	Total
Segment assets	-	-	-
Non segment assets			
Cash and cash equivalents	81,837,140	-	81,837,140
Short term investment	275,213	-	275,213
Trade receivables and other	113,340,431	3,909,424	117,249,855
Inventories	60,610,764	-	60,610,764
Income tax receivable	4,776,187	-	4,776,187
Prepaid expenses	20,888,180	-	20,888,180
Property, plant and equipment, net	924,601,011	-	924,601,011
Right of use assets	16,501,276	-	16,501,276
Intangibles and other assets	20,327,979	-	20,327,979
Total Assets	**1,243,158,181**	**3,909,424.00**	**1,247,067,605**
Segment liabilities	-	-	-
Non segment liabilities			
Financial debt current	191,061,989	-	191,061,989
Accounts payable	155,433,353	-	155,433,353
Lease liabilities current	963,776	-	963,776
Other liabilities current	3,931,516	-	3,931,516
Financial debt non current	507,771,972	-	507,771,972
Deferred tax liabilities	72,906,361	-	72,906,361
Lease liabilities non current	17,406,159	-	17,406,159
Other liabilities non current	5,494,409	-	5,494,409
Total liabilities	**954,969,535**	**-**	**954,969,535**

2022	Energy	Gas	Total
Segment assets	-	-	-
Non segment assets			
Cash and cash equivalents	94,467,795	-	94,467,795
Short term investment	260,999	-	260,999
Trade receivables and other	109,449,273	-	109,449,273
Inventories	55,821,213	-	55,821,213
Prepaid expenses	8,868,781	-	8,868,781
Property, plant and equipment, net	819,725,916	-	819,725,916
Right of use assets	13,893,820	-	13,893,820
Intangibles and other assets	17,102,586	-	17,102,586
Total Assets	**1,119,590,383**	**-**	**1,119,590,383**
Segment liabilities	-	-	-
Non segment liabilities			
Financial debt current	57,442,571	-	57,442,571
Accounts payable	163,967,274	-	163,967,274
Income tax payable	2,561,274	-	2,561,274
Lease liabilities current	1,093,754	-	1,093,754
Other liabilities current	3,435,820	-	3,435,820
Financial debt non current	479,528,839	-	479,528,839
Deferred tax liabilities	66,151,178	-	66,151,178
Lease liabilities non current	14,492,123	-	14,492,123
Other liabilities non current	5,541,753	-	5,541,753
Total liabilities	**794,214,586**	**-**	**794,214,586**

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8. CASH AND CASH EQUIVALENTS

	2023	2022
Cash on hand		
Denominated in United States dollars	1,500	1,500
Denominated in Dominican pesos	10,314	14,675
Denominated in euros	1,645	1,533
Cash in banks[2]		
Denominated in United States dollars	50,143,827	13,837,068
Denominated in Dominican pesos	5,852,440	50,210,380
Denominated in euros	55,429	46,444
Cash equivalents[3]		
Denominated in United States dollars	18,640,985	25,000,000
Denominated in Dominican pesos	-	5,356,195
Cash and cash equivalents unrestricted	74,706,140	94,467,795
Restricted cash for debt service reserves in United States dollars	7,131,000	-
	81,837,140	94,467,795

At December 31, 2023, there was no difference between the carrying amount and the fair value of these financial assets.

[2] The deposits earn interest based on daily rates determined by the corresponding banks. These accounts generated an interest of USD 0.2 million in 2023 (2022: USD 0.2 million) (Note 27).
[3] Certificates of deposit that expire in three months or less, which accrue interest at weighted average annual rates in Dominican pesos of 2023: 7.6 % (2022: 6.3 %) and 5.7 % (2022: 2.1 %) in United States dollars. These certificates, and those cancelled during the year, generated interest of USD 1.9 million in 2023 (2022: USD 0.7 million) (Note 27).

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9. TRADE RECEIVABLES AND OTHER

	Note	2023	2022
Trade receivables			
Related parties	10	2,236,911	42,181,924
Third parties		107,551,830	64,260,995
		109,788,741	106,442,919
Other receivables			
Third parties		4,000,530	195,817
Related parties	10	-	82,486
Advances to suppliers		437,314	420,991
Fuel tax[4]		4,128,337	2,506,659
		8,566,181	3,205,953
Expected credit losses allowance	26 & 30	(1,105,067)	(199,599)
		117,249,855	**109,449,273**

The detailed maturity of the trade receivables and other is as follows:

Year	Not due	1-30 days	31-60 days	61-90 days	> 90 days	Total
2023	70,800,915	4,717,698	6,535,513	-	35,195,729	**117,249,855**
2022	61,518,810	7,457,664	2,221,814	1,019,717	37,231,268	**109,449,273**

Past due trade receivables generate interest equivalent to the average commercial banking active rate published by the Central Bank of the Dominican Republic. For the year ended December 31, 2023, the annual average rate was 14.4 % (2022: 11.9 %) for balances in Dominican pesos, and 7.8 % (2022: 4.7 %) for balances in United States dollars.

For the year ended December 31, 2023, interest generated by trade receivables amount USD 6.0 million (2022: USD 4.3 million) (Note 27). This interest is reported as financial income in the consolidated statement of comprehensive income.

[4] After the enactment of Decree No. 275-16, which regulated the reimbursement process of selective consumption taxes on fossil fuels and petroleum derivatives created through Law 253-12, the payment of taxes for import of fuels began. These amounts are reimbursed to the extent that fuels are consumed.

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10. BALANCES AND TRANSACTIONS WITH RELATED PARTIES

The Company has significant balances and transactions with related parties. These transactions are conducted under terms agreed by the parties, equivalent to transactions' terms with independent parties.

The transactions that the Company conducts with related entities and shareholders consist mainly of energy and capacity sales, operation services, payment of management fees, fuel purchases, land leases, among others.

The balances and transactions with related parties and shareholders are as follows:

	Relationship	2023	2022
Balances			
Trade receivables			
Pasteurizadora Rica, S. A. ("RICA")[5]	Related	1,017,560	1,130,983
DOMICEM[5]	Related	853,445	1,525,669
Gerdau Metaldom, S. A.[5]	Related	365,906	576,731
EDENORTE Dominicana, S. A. ("EDE Norte")[6]	Related	-	32,185,413
EDESUR Dominicana, S. A. ("EDE Sur")[6]	Related	-	5,837,179
Empresa Distribuidora de Electricidad del Este, S. A. ("EDE Este")[6]	Related	-	925,949
		2,236,911	42,181,924
Other receivables			
HIC	Related	-	82,486
Accounts receivable balance		**2,236,911**	**42,264,410**
Trade payables			
DOMICEM	Related	122,860	122,791
RICA	Related	731	-
IT Global Enterprise Services, Inc[5]	Related	-	2,427,804
Cristóbal Colon, S.A.[5]	Related	-	9,000
		123,591	2,559,595
Other accounts payable			
Compañía Anónima de Explotaciones Industriales (CAEI)[5]	Related	-	691,041
Dividends payable to non-controlling interests	Shareholder	22,068	21,755
Accounts payable balance		**145,659**	**3,272,391**

[5] Entities related through members of the Board of Directors of HIC, shareholder of EGE Haina, or direct or indirect relationship through it.
[6] Government institutions excluded in 2023 since there is no direct relationship with parent entity. Only FONPER is maintained, minority shareholder.

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	Relationship	2023	2022
Transactions			
Revenue			
DOMICEM	Related	16,005,057	17,254,358
Gerdau Metaldom, S. A.	Related	7,493,534	8,510,210
RICA	Related	4,571,222	3,584,084
San Pedro Bio Energy, SRL[5]	Related	14,729	56,840
EDE Norte	Related	-	204,192,890
EDE Sur	Related	-	60,976,233
EDE Este	Related	-	27,766,890
		28,084,542	322,341,505
Costs and expenses			
IT Global Enterprise Services, Inc.	Related	1,325,902	1,240,772
Cristóbal Colón, S. A.	Related	623,789	580,027
DOMICEM	Related	518,970	519,004
Compañía Anónima de Explotaciones Industriales (CAEI)	Related	413,028	482,178
Argos Trading Puerto Rico[5]	Related	374,105	847,748
LEXGEO, S.R.L.[5]	Related	160,580	209,194
Gerdau Metaldom, S. A.	Related	121,808	-
Oficina de Abogados OMG[5]	Related	118,187	17,700
RICA	Related	8,669	-
EDE Norte	Related	-	2,987,488
San Pedro Bio Energy, S.R.L.	Related	-	237,117
EDE Este	Related	-	151,305
EDE Sur	Related	-	148,559
		3,665,038	7,421,092
Assets acquisition			
IT Global Enterprise Services, Inc	Related	378,845	1,259,001
Dividends paid			
HIC	Related6F[7]	22,500,000	22,500,000
FONPER	Shareholder	22,497,062	22,497,062
Minority	Shareholder	2,625	4,470
		44,999,687	45,001,532

At December 31, 2023, EGE Haina's investment in subsidiaries is detailed in Note 1 of these consolidated financial statements; these subsidiaries have a common share capital held primarily by EGE Haina. The basis of preparation and consolidation of these consolidated financial statements are disclosed in Note 2.

Compensation to key personnel

During the year ended December 31, 2023, the expenses related to salaries and compensations paid to key personnel and severance benefits amounted USD 4.1 million (2022: USD 4.5 million), which apply to personnel occupying the positions of General Manager and Senior Directors.

[7] Change in controlling entity in 2023 (Note 1).

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11. INVENTORIES

	2023	2022
Spare parts	28,792,239	28,172,647
Fuels		
HSFO	24,496,114	17,062,060
Coal	3,923,892	6,337,180
LFO	2,110,659	3,268,162
Inventory of spare parts in transit[8]	1,287,860	981,164
	60,610,764	55,821,213

For the year ended December 31, 2023 and 2022, the Company did not recognize obsolescence and impairment losses for its inventories (Note 26).

12. PREPAID EXPENSES

	2023	2022
Advances for fuel purchases[9]	14,622,267	3,973,946
Insurances	4,741,214	3,245,902
Other	1,524,699	1,648,933
	20,888,180	8,868,781

[8] Correspond to spare parts inventories, which were in transit at year end. These include specific import costs at that date.
[9] Corresponds to prepayments for the following month's estimated consumption of natural gas and other associated charges, net of accounts payable related to this fuel purchase contract.

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13. PROPERTY, PLANT AND EQUIPMENT, NET

	Land	Buildings	Generation assets	Transportation equipment	Furniture and office equipment	Minor equipment	Assets under construction	Total
Acquisition cost								
At January 1, 2022	17,231,152	79,881,646	853,207,225	3,293,877	2,783,065	6,495,877	1,764,892	964,657,734
Additions	941,504	-	2,846,254	377,852	225,966	161,969	232,555,194	237,108,739
Disposals	(46,252)	-	(157,225)	(349,333)	-	-	-	(552,810)
Transfers	-	640,421	288,778	-	452,939	242,394	(1,624,532)	-
Adjustments and reclassifications	-	-	(483,703)	-	-	-	-	(483,703)
At December 31, 2022	**18,126,404**	**80,522,067**	**855,701,329**	**3,322,396**	**3,461,970**	**6,900,240**	**232,695,554**	**1,200,729,960**
Additions	267,528	40,716	3,007,363	767,353	472,696	260,749	153,346,053	158,162,458
Disposals	-	-	(1,363,042)	(400,526)	(4,772)	-	-	(1,768,340)
Transfers	-	26,198,385	296,787,232	-	785,000	635,559	(324,406,176)	-
Adjustments and reclassifications	-	2,763,150	(2,908,320)	63,274	938,763	(785,402)	-	71,465
At December 31, 2023	**18,393,932**	**109,524,318**	**1,151,224,562**	**3,752,497**	**5,653,657**	**7,011,146**	**61,635,431**	**1,357,195,543**
Accumulated depreciation								
At January 1, 2022	-	(29,305,541)	(297,366,212)	(2,540,989)	(2,478,541)	(4,479,700)	-	(336,170,983)
Depreciation for the year	-	(4,289,635)	(39,881,271)	(323,155)	(243,978)	(468,297)	-	(45,206,336)
Disposals	-	-	155,974	210,771	-	-	-	366,745
Transfers	-	(297,884)	286,185	-	(3,068)	14,767	-	-
Adjustments and reclassification	-	-	6,530	-	-	-	-	6,530
At December 31, 2022	**-**	**(33,893,060)**	**(336,798,794)**	**(2,653,373)**	**(2,725,587)**	**(4,933,230)**	**-**	**(381,004,044)**
Depreciation for the year	-	(4,836,930)	(47,233,560)	(312,547)	(440,116)	(501,113)	-	(53,324,266)
Disposals	-	-	1,328,480	400,526	4,772	-	-	1,733,778
Adjustments and reclassifications	-	(1,542,432)	1,537,787	(2,663)	(449,466)	456,774	-	-
At December 31, 2022	**-**	**(40,272,422)**	**(381,166,087)**	**(2,568,057)**	**(3,610,397)**	**(4,977,569)**	**-**	**(432,594,532)**
Net carrying amount								
At December 31, 2023	**18,393,932**	**69,251,896**	**770,058,475**	**1,184,440**	**2,043,260**	**2,033,577**	**61,635,431**	**924,601,011**
At December 31, 2022	**18,126,404**	**46,629,007**	**518,902,535**	**669,023**	**736,383**	**1,967,010**	**232,695,554**	**819,725,916**

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Property, plant and equipment, net

- Includes fully depreciated assets in use with an acquisition cost of USD 64.7 million (2022: USD 54.2 million).
- During the year ended December 31, 2023, the Company recognized USD 0.1 million (2022: USD 0.2 million) of impairment losses of property, plant and equipment (Note 26).
- At December 31, 2023, property, plant and equipment, net includes capitalized interest on loans attributed to assets under construction amounting to USD 19.6 million (2022: USD 4.2 million) (Note 28). The average capitalization rate used was 6.7 % (2022: 5.72 %).
- At December 31, 2023, property, plant and equipment, net includes assets from its subsidiary Siba used as bank loan collaterals (Note 16) with a consolidated cost amounting to USD 248.0 million.

Acquisition cost

- In 2023, the Company:
  - Completed in June, through its subsidiary Siba, the construction of the first phase of the natural gas project with 190 MW of installed capacity. The Company capitalized this project with a net investment of USD 234.2 million of the total amount transferred.
  - Began in November, the construction and development of Siba's combined cycle. With the development of this second phase, Siba will add 70 MW to its current generation capacity. At December 31, 2023, the Company has capitalized USD 26.9 million related to this project, out of the total amount shown as assets under construction.
  - Started the construction of Sajoma Solar with a peak installed capacity of 80 MW. At December 31, 2023, the Company has invested USD 41.3 million related to this project, out of the total amount shown as assets under construction.
- In 2022, EGE Haina signed an Engineering, Procurement and Construction contract for the construction of Esperanza photovoltaic solar plant with a 90 MW installed capacity. The Company capitalized this project in June 2023 with a net investment of USD 90.2 million of the total transferred.
- Out of the total amount of acquisitions in 2023 of USD 158.2 million (2022: USD 237.1 million), USD 11.5 million (2022: USD 25.5 million) do not represent cash outflows or are not shown as investing cash flows. Additionally, during 2023 were paid USD 12.9 million in outstanding balances from the previous year (2022: USD 0.7 million) and were paid USD 4.2 million (2021: USD 1.8 million) of advances to suppliers of property, plant and equipment, which are presented as intangibles and other assets.

Transfers, adjustments and reclassifications

- These categories include the following transactions: 1) impairment of San Pedro de Macorís plant, which operations have been discontinued (Note 26). 2) transfers of assets due to the reassignment of categories (without impact on other accounts). 3) other minor transactions.

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14. LEASES

The following table shows the leases' right of use assets:

	Land	Generation assets	Other	Total
Right of use				
At January 1, 2022	8,878,920	2,846,339	1,710,531	13,435,790
Additions	4,642,003	-	-	4,642,003
Adjustments and reclassifications[10]	370,115	-	(370,115)	-
At December 31, 2022	**13,891,038**	**2,846,339**	**1,340,416**	**18,077,793**
Additions	3,768,310	-	-	3,768,310
At December 31, 2023	**17,659,348**	**2,846,339**	**1,340,416**	**21,846,103**
Accumulated amortization				
At January 1, 2022	(1,242,296)	(1,640,598)	(278,920)	(3,161,814)
Amortization for the year	(491,918)	(474,390)	(55,851)	(1,022,159)
Adjustments and reclassifications[10]	(55,517)	-	55,517	-
At December 31, 2022	**(1,789,731)**	**(2,114,988)**	**(279,254)**	**(4,183,973)**
Amortization for the year	(612,108)	(474,390)	(74,356)	(1,160,854)
At December 31, 2023	**(2,401,839)**	**(2,589,378)**	**(353,610)**	**(5,344,827)**
Net carrying amount				
At December 31, 2023	**15,257,509**	**256,961**	**986,806**	**16,501,276**
At December 31, 2022	**12,101,307**	**731,351**	**1,061,162**	**13,893,820**

The following table shows the carrying amount of lease liabilities:[11]

	2023	2022
Current	963,776	1,093,754
Non current	17,406,159	14,492,123
	18,369,935	15,585,877

Lease payments are discounted using the risk-specific market rate of that liability: between 11.0 % - 12.0 % for leases in pesos and 5.5 % - 6.7 % for leases in dollars.

[10] Corresponds to land contract reclasses previously presented as other lease contracts.
[11] The annual monetary and non monetary movement of lease liabilities, plus the future commitments of lease payments and associated interest are detailed in Note 29.

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The maturity detail of undiscounted lease liabilities is as follows:

	2023	2022
<1 year	1,850,284	1,846,783
1 - 2 years	6,293,259	6,314,416
3 - 5 years	3,745,058	2,903,800
> 5 years	23,543,233	18,055,249
	35,431,834	29,120,248

The following table shows the value recognized in the consolidated statements of comprehensive income for lease contracts:

	Note	2023	2022
Amortization expense for right of use assets		1,160,854	1,022,159
Interest expense on lease liabilities	28	1,316,515	1,110,083
Short term lease expenses	24	37,817	-
Variable lease expenses	24	342,250	(104,645)
Low value lease expenses	24	34,048	44,342
		2,891,484	2,071,939

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15. INTANGIBLES AND OTHER ASSETS

	Intangibles			Other assets			
	Right of use[12]	Easements	Software	Other	Leasehold improvement	Other[13]	Total
Other non-current assets							
At January 1, 2022	18,776,307	706,669	1,460,456	-	274,418	368,430	21,586,280
Additions	476,990	-	-	-	-	3,124,121	3,601,111
Adjustments and reclassifications[14]	-	-	-	-	-	(1,966,934)	(1,966,934)
At December 31, 2022	**19,253,297**	**706,669**	**1,460,456**	**-**	**274,418**	**1,525,617**	**23,220,457**
Additions	-	938,677	-	1,000,000	-	5,596,774	7,535,451
Adjustments and reclassifications[14]	-	225,196	-	-	-	(3,453,355)	(3,228,159)
At December 31, 2023	**19,253,297**	**1,870,542**	**1,460,456**	1,000,000	**274,418**	**3,669,036**	**27,527,749**
Accumulated depreciation							
At January 1, 2022	(3,355,153)	(89,940)	(1,374,002)	-	(172,231)	-	(4,991,326)
Depreciation for the year	(993,464)	(31,302)	(54,531)	-	(47,248)	-	(1,126,545)
At December 31, 2022	**(4,348,617)**	**(121,242)**	**(1,428,533)**	**-**	**(219,479)**	**-**	**(6,117,871)**
Depreciation for the year	(952,212)	(33,140)	(12,441)	(29,167)	(54,939)	-	(1,081,899)
At December 31, 2023	**(5,300,829)**	**(154,382)**	**(1,440,974)**	**(29,167)**	**(274,418)**	**-**	**(7,199,770)**
Net book value							
At December 31, 2023	**13,952,468**	**1,716,160**	**19,482**	**970,833**	**-**	**3,669,036**	**20,327,979**
At December 31, 2022	**14,904,680**	**585,427**	**31,923**	**-**	**54,939**	**1,525,617**	**17,102,586**

[12] Corresponds to intangibles for the shared-use rights of the pipeline and the transmission line (owned by PVDC), related to the fuel supply and connection of Quisqueya 2 power plant, respectively. These contracts expire in 2037 with a renewal option until 2062, with deferred payments which are recognized against other liabilities.

[13] Cash flows from investing contains USD 4.2 million (2022: USD 1.8 million) of advances paid to suppliers of property, plant and equipment, which are presented under other assets.

[14] The balance in other assets corresponds to reclassifications of advances paid to suppliers of property, plant and equipment, and leases.

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16. FINANCIAL DEBT[15]

	Note	2023	2022
Current financial debt			
Bank loans		90,000,000	30,000,000
Promissory notes		23,572,962	22,886,962
Current portion of local bonds		17,489,027	4,714,290
Credit lines		60,000,000	-
Debt issuance costs		-	(158,681)
		191,061,989	57,442,571
Non current financial debt			
International bonds		300,000,000	300,000,000
Local bonds		82,945,380	61,285,510
Bank loans		133,454,447	127,927,783
Debt issuance costs		(8,627,855)	(9,684,454)
		507,771,972	479,528,839
	29	**698,833,961**	**536,971,410**

The Company's financial debt per instrument, excluding debt issuance costs, at December 31, 2023, is as follows (amounts shown in USD million):

Borrower	Type	Issue date	Maturity date	Repayment	Interest type	Interest rate	USD
EGE Haina	International bond	11/8/2021	11/8/2028	At maturity	Fixed	6.25 %	300.0
EGE Haina	Bank loan	12/23/2022	12/23/2025	At maturity	Variable	8.79 %	55.0
EGE Haina	Credit line	12/27/2023	06/24/2024	At maturity	Variable	7.62 %	30.0
EGE Haina	Credit line	06/21/2023	06/21/2024	At maturity	Fixed	7.00 %	30.0
Fideicomiso Larimar 1	Local bond	12/29/2021	7/31/2036	Annual	Fixed	5.15 %	17.3
Fideicomiso Larimar 1	Local bond	2/22/2022	7/31/2036	Annual	Fixed	5.05 %	34.7
Fideicomiso Larimar 1	Local bond	11/10/2022	7/31/2036	Annual	Fixed	8.50 %	9.3
Fideicomiso Larimar 1	Local bond	03/27/2023	7/31/2036	Annual	Fixed	8.30 %	9.3
Fideicomiso Larimar 1	Local bond	05/09/2023	7/31/2036	Annual	Fixed	8.30 %	9.3
Fideicomiso Larimar 1	Local bond	08/02/2023	7/31/2036	Annual	Fixed	8.00 %	10.0
Siba	Promissory note	10/24/2022	5/28/2024	At maturity	Fixed	8.00 %	16.2
Siba	Promissory note	11/17/2022	5/28/2024	At maturity	Fixed	8.00 %	1.0
Siba	Promissory note	10/24/2022	5/28/2024	At maturity	Fixed	8.00 %	5.2
Siba	Promissory note	11/17/2022	5/28/2024	At maturity	Fixed	8.00 %	0.5
Siba	Promissory note	12/14/2022	5/28/2024	At maturity	Fixed	8.00 %	0.7
Siba	Bank loan	10/16/2023	2/15/2024	At maturity	Variable	9.10 %	30.0
Siba	Bank loan	10/13/2023	2/15/2024	At maturity	Variable	9.90 %	20.0
Siba	Bank loan	11/20/2023	2/15/2024	At maturity	Variable	9.85 %	10.0
Siba	Bank loan	10/26/2023	2/15/2024	At maturity	Variable	9.87 %	30.0
Siba	Bank loan	7/28/2023	10/15/2027	Quarterly	Variable	12.67 %	18.0
Siba	Bank loan	7/28/2023	10/15/2027	Quarterly	Variable	12.67 %	0.5
Siba	Bank loan	12/5/2022	12/5/2027	Quarterly	Fixed	16.00 %	70.5
							707.5

[15] The annual monetary and non-monetary movement of financial debt, plus the future commitments for financial debt and associated interest payments are detailed in Note 29.

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The Company's financial debt per sources, at December 31, 2023, is as follows:

	Sustainable financing	Other sources	2023
International bonds	300,000,000	-	300,000,000
Bank loans	-	234,031,374	234,031,374
Local bonds	89,857,480	-	89,857,480
Promissory notes	-	83,572,962	83,572,962
	389,857,480	317,604,336	**707,461,816**
	55.1 %	44.9 %	

16.1. SUSTAINABLE FINANCING

The Company has endorsed the Sustainable Development Goals (SDG) established by the United Nations, which seek to protect the planet and achieve a more equitable world by 2030.

At December 31, 2023, the sustainable financing ratio is 55.1 % (2022: 66.9 %) out of the Company's total financial debt.

Sustainability-Linked Bond Issuance

On November 8, 2021, EGE Haina issued an unsecured bond in the international markets ("Senior Notes") for USD 300.0 million, under rule 144A and regulation S of the Securities Act of the United States of America, with maturity on November 8, 2028 and issue price of 99.288 %. This bond was listed on the Luxembourg Stock Exchange and traded on the Euro MTF Market of that exchange.

The funds obtained from the issuance were used to: i) the repayment of the outstanding principal of the bonds issued in the Dominican Republic stock market for USD 261.7 million, plus the charges associated with their early redemption amounting to USD 9.9 million; and ii) the remaining amount as a contribution to the USD 30.0 million dividend declared in October 2021 and payable to the shareholders.

Senior Notes accrue interest at a rate of 5.625 %, payable semi-annually on May 8 and November 8 of each year. This rate would have an increase at December 31, 2026 of 50 basis points (6.125 %) if the Sustainability Performance Target ("SPT" – Note 16.2) is not met and not confirmed by a third-party verifier.

All payments associated with Senior Notes made to bondholders will be free of withholdings or discounts of present or future taxes, according to the contractual conditions of the offering.

Green Bond Issuance

On April 27, 2021, the Superintendency of the Securities Market of the Dominican Republic approved the issuance of a bond for USD 100.0 million through the Larimar 1 Trust; which was placed in six tranches between 2021 and 2023. These bonds accrue interest semi-annually and their principal is repaid on an annual basis.

This debt, structured in accordance with the guidelines of the Green Bond Principles published by the International Capital Markets Association, has been verified as a Green Bond by the international firm Pacific Corporate Sustainability and certified by the Climate Bond Initiative, and is the first green public offering in the Dominican Republic Securities Market.

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The Larimar 1 Trust has as its main underlying asset the economic rights and obligations of the Larimar 1 wind farm, which EGE Haina owns.

EGE Haina is a settlor of 100 % of the assets of the Trust, which are managed by Fiduciaria Popular, S. A. The funds obtained by the bond are granted to EGE Haina as settlor and beneficiary of the Trust, to be used in the financing or refinancing, partially or totally, of new or existing projects that are eligible as green projects.

16.2. COMMITMENTS AND GUARANTEES.

- *Sustainability-Linked Bond:* In accordance with the SPT included in the Sustainability Linked Bond Framework and the international bond offering, EGE Haina has committed to achieving a renewable installed capacity of 526.5 MW at December 31, 2026, based on the capacity of the manufacturer's nameplate.

  At December 31, 2023, EGE Haina had an owned renewable installed capacity of 386.5 MW as evidenced by the manufacturer's nameplate capacity and regulatory verification.
- *Financial commitments ("covenants"):* In accordance with the contractual terms of the international bond, the Company is obliged to comply with certain covenants that would limit its borrowing capacity in the event of default. These commitments include:
  - Consolidated interest coverage ratio not less than 2.0 : 1.0, and
  - Net consolidated financial debt to consolidated EBITDA ratio greater than zero and less than: i) 4.25 : 1.0 from November 1, 2021 to December 31, 2023; (ii) 4.0 : 1.0 from 1 January 2024 to 31 December 2026 (inclusive); and (iii) 3.75 : 1.0 thereafter.

  The Company has fulfilled these financial commitments during the reporting period. At December 31, 2023, the consolidated interest coverage ratio was 5.5 : 1.0 (2022: 8.8 : 1.0) and the net consolidated financial debt to consolidated EBITDA ratio was 2.7 : 1.0 (2022: 1.3 : 1.0).
- *Guarantees:* Siba has issued guarantees on its bank loans. These guarantees include real guarantees on: 1) the rights, interests and credits derived from the authorizations and documents of the project, and without possession over the assets of the project, 2) the rights, interests and credits derived from its bank accounts and the credits that arise in its favor as a depositor, 3) the rights, interests and credits derived from the Power Purchase-Sale Agreement ("PPA") that the subsidiary has entered into, and 4) the rights of certain insurance policies; these bank loans include corporate guarantees on the amount borrowed, its interest and accessories up to the limits of each participation.

17. ACCOUNTS PAYABLE

	Note	2023	2022
Fuel purchases		120,138,500	111,879,634
Local energy suppliers		6,390,780	8,976,870
Other local suppliers		19,715,386	22,915,687
Other international suppliers		5,253,818	7,177,627
Trade payables to related parties and dividends	10	145,659	3,272,391
Withholdings payable and accruals		3,789,210	9,745,065
		155,433,353	**163,967,274**

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From the total accounts payable, USD 120.1 million (2022: USD 111.9 million) corresponds to outstanding balances on fuel purchases, with due dates up to 180 days and accruing annual interest of SOFR plus an annual average of 2.4 %. At December 31, 2023, fuel suppliers have executed monetization of these accounts through international commercial banks of USD 233.0 million (2022: USD 250.8 million). Most of the remaining accounts payable have maturities from 0 to 30 days.

18. OTHER LIABILITIES

	Note	2023	2022
Current			
Provision for personnel compensation		3,143,606	2,808,202
Provision mutual agreement policy		624,387	474,076
Other liabilities	15	163,523	153,542
		3,931,516	3,435,820
Non current			
Decommissioning provision		1,910,489	1,794,311
Deposits received in guarantee		3,000	3,000
Other liabilities	15	3,580,920	3,744,442
		5,494,409	5,541,753
		9,425,925	**8,977,573**

19. CONTINGENT ASSETS AND LIABILITIES

At December 31, 2023, the Company is involved in certain claims, lawsuits and legal proceedings that arise in the normal course of business. The Company recognizes a provision for litigation when a liability may have been incurred, and the amount of the loss can be reasonably estimated.

On September 11, 2020, the Company filed an international arbitration in order to recover the payment of bills owed by a local power generation and distribution customer according to the PPA signed between the parties. In July 2023, the Company entered into an administrative agreement with its counterparty recognizing cessation losses as described in Note 26.

The Company believes that it has meritorious defenses to all lawsuits and claims made against it and will vigorously defend itself in these cases; however, there are no guarantees that the efforts will be successful. Although the final result cannot be established with certainty, the Company - based on the review of the facts and representations of its legal advisors - considers that the final resolution of these procedures will not result in a material adverse effect on the consolidated financial statements, therefore a contingent provision or an impairment of financial assets have not been recognized at December 31, 2023.

20. INCOME TAX

Income tax expense

	2023	2022
Current income tax	4,376,925	13,126,271
Deferred income tax	6,755,183	(924,410)
	11,132,108	**12,201,861**

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Current income tax

Below is a reconciliation between income before tax, at the current tax rate, and the expense of the year for this concept, as well as a reconciliation of the Company's effective current income tax rate.

	2023	2022
Income before tax	23,028,785	64,198,121
Income tax calculated at the statutory rate	6,217,772	18,258,976
Taxes and other nondeductible expenses	292,003	1,968,663
Foreign exchange differences	(2,252,220)	(98,558)
Share of losses in subsidiaries	2,866,779	320,031
Adjustment of tax depreciation	(4,056,972)	(4,815,611)
Other adjustments	1,309,563	(3,161,506)
Subtotal	4,376,925	12,471,995
Income tax adjustment from prior year	-	217,408
Tax on dividends received from subsidiaries	-	436,868
Current income tax	**4,376,925**	**13,126,271**

	2023	2022
Statutory income tax rate	27.0 %	28.4 %
Taxes and other nondeductible expenses	1.3 %	3.1 %
Foreign exchange differences	(9.8) %	(0.2) %
Share of losses in subsidiaries	12.4 %	0.5 %
Adjustment of tax depreciation	(17.6) %	(7.5) %
Other adjustments	5.7 %	(4.9) %
Income tax adjustment from prior year	0.0 %	0.3 %
Tax on dividends received from subsidiaries	0.0 %	0.7 %
Effective current income tax rate[16]	**19.0 %**	**20.4 %**

The movement of income tax (receivable) payable is as follows:

	Note	2023	2022
Balance at the beginning of the year		2,561,274	3,317,036
Unrealized foreign exchange differences		(713,078)	(89,112)
Taxes paid during the year			
Advance tax payments from prior year		-	(5,256,597)
Advance tax payments from current year		(12,635,821)	(8,092,817)
Taxes paid from prior year		(1,463,074)	-
Credits on bank interest withholdings		(7,775)	(6,639)
Withholdings and other taxes compensations		(80,387)	-
		(14,187,057)	(13,356,053)
Current income tax expense		4,376,925	12,471,995
		(7,961,936)	2,343,866
Income tax adjustment from prior year		-	217,408
Tax on assets expense	24	3,185,749	-
Tax penalties		-	-
Income tax (receivable) payable		**(4,776,187)**	**2,561,274**

[16] The effective tax rate of the total income tax expense at December 31, 2023 was 48.3 % (2022: - 19.0 %).

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Deferred income tax

The movement of the deferred income tax expense is as follows:

	2023	2022
Tax base difference of property, plant and equipment	8,870,868	(1,462,777)
Other non monetary assets[17]	741,048	218,851
Provisions and other adjustments	(2,856,733)	319,516
Deferred income tax	**6,755,183**	**(924,410)**

The composition of the deferred tax assets and liabilities is as follows:

	2023	2022
Deferred tax assets		
Provisions and other adjustments	7,238,134	966,624
Total deferred tax assets	7,238,134	966,624
Deferred tax liabilities		
Tax base difference of property, plant and equipment	67,724,085	58,853,217
Other adjustments	3,414,777	-
Other non-monetary assets	9,005,633	8,264,585
Total deferred tax liabilities	80,144,495	67,117,802
Deferred tax liabilities, net	**72,906,361**	**66,151,178**

Tax on assets

In 2023 and 2022, the tax on income turned out to be higher than the tax on assets, therefore the tax was paid on a taxable income basis. This tax is detailed as follows:

	Currency	2023	2022
Property, plant and equipment, net		43,245,975,832	26,644,531,321
Revaluation of assets		(424,367,027)	(424,367,027)
Assets subject to taxation	DOP	42,821,608,805	26,220,164,294
Tax rate		1 %	1 %
Tax on assets	DOP	428,216,088	262,201,643
Tax on assets	**USD**	**7,562,674**	**4,663,850**

[17] This category corresponds mainly to inventory and prepaid expenses.

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21. EQUITY

Share capital

At December 31, 2023 and 2022, the share capital consisted of 45,951,000 common shares issued and outstanding, with a nominal par value of DOP 100 (USD 6.29). Below is an itemization of the distribution and class of shares of the Company:

	Shares issued	Total amount
FICDIE I	22,975,500	144,500,000
FONPER	22,972,500	144,481,132
Other shareholders	3,000	18,868
	45,951,000	**289,000,000**

Dividends declared

In April 2023, the Company declared dividends for its shareholders of DOP 2,488 million, equivalent to USD 45.0 million (in April 2022: DOP 2,493.8 million, equivalent to USD 45.0 million). USD 2,488 (2022: USD 21,755) remains unpaid to other minority shareholders, related to dividends declared in 2023 and in previous periods. At December 31, 2023, the dividend declared per share is USD 0.98 – DOP 54.16 (2022: USD 0.98 – DOP 54.27).

Earnings per share

The determination of earnings per share is as follows:

	2023	2022
Net income attributable to shareholders of EGE Haina	18,935,279	52,316,331
Number of shares	45,951,000	45,951,000
Net income per share for the year	**0.41**	**1.14**

At December 31, 2023 and 2023, the Company has no diluted shares or discontinued operations.

22. REVENUE FROM CONTRACTS WITH CUSTOMERS

	2023	2022
Revenue from direct contracts	446,576,947	425,775,749
Revenue from sales in the spot market	126,713,844	87,762,907
	573,290,791	**513,538,656**

The timing of the revenue recognition from contracts with customers is as follows:

	2023	2022
Over time	552,559,851	488,167,846
At a point in time	20,730,940	25,370,810
	573,290,791	**513,538,656**

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The composition of revenue from direct contracts is as follows:

	2023	2022
Energy sales	361,303,685	376,913,978
Gas sales	20,505,446	25,054,263
Capacity sales	61,201,644	19,342,552
Operation and maintenance services	1,986,924	2,751,658
Fuel storage service	1,165,981	1,205,955
Other	413,267	507,343
	446,576,947	425,775,749

At December 31, 2023, the Company had 38 active PPAs with different entities (2022: 35 contracts), including distribution companies, isolated systems and UNR. The energy and capacity sales from direct contracts of approximately USD 422.5 million (2022: USD 396.6 million) correspond to the type of customers detailed below:

	2023	2022
Distributions companies	271,981,160	241,273,464
Isolated systems	94,603,156	79,910,177
UNR	55,921,013	75,430,006
Energy and capacity sales from direct contracts	422,505,329	396,613,647
Gas sales and other revenue from direct contracts	24,071,618	29,162,102
	446,576,947	425,775,749

The composition of revenue from sales in the spot market is as follows:[18]

	2023	2022
Energy sales	78,665,110	43,216,085
Capacity sales	48,048,734	44,546,822
	126,713,844	87,762,907

[18] The Company participates in the Dominican electricity spot market, as a seller or buyer. From the energy dispatched to the SENI, the portion that is not fully contracted results in a sale to the spot market; otherwise, when the sale contracts exceed the dispatched energy, this results in a purchase to the spot market. During 2023, the Company sold excess energy for 493.2 GWh (2022: 233.3 GWh).

Energy sales in the spot market include USD 2.4 million (2022: USD 6.2 million), which correspond to a compensation service fee charged by the Superintendence of Electricity ("SIE Compensation"); and USD 5.4 million (2022: USD 5.7 million), which corresponds to the frequency regulation service.

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23. COST OF FUEL AND ENERGY PURCHASES

	2023	2022
HSFO	138,423,178	180,126,053
Gas	122,288,049	54,925,823
Coal	18,454,358	18,818,196
LFO	25,356,514	11,850,756
Fuel costs	304,522,099	265,720,828
Energy and capacity purchases - spot market	24,198,612	22,612,653
Energy and capacity purchases - PPA	1,250,097	1,525,332
Energy and capacity purchases	25,448,709	24,137,985
Connection rights	8,085,321	8,654,125
	338,056,129	298,512,938

24. OPERATING AND GENERAL EXPENSES

	Note	2023	2022
Maintenance expenses		28,388,195	24,720,106
Insurance		13,184,682	8,505,101
Professional services		7,106,827	4,273,424
Office operating costs		5,948,691	3,568,512
Chemicals and lubricants		4,615,267	5,214,084
Fees to the Superintendence of Electricity and OCSENI[19]		2,819,489	2,741,635
Research and development expenses		2,693,284	4,467,638
Technical services		2,589,491	2,159,538
Security services		2,528,917	2,412,184
Tax on assets	20	3,185,749	-
Low value, variable and short term leases	14	414,115	(60,303)
Other		1,927,401	1,779,200
		75,402,108	59,781,119

25. PERSONNEL EXPENSES

	2023	2022
Employee benefits	22,403,471	19,756,589
Social charges	1,600,558	1,257,877
Severance benefits	(58,827)	(295,545)
Other expenses related to personnel	922,753	315,643
	24,867,955	21,034,564

[19] Contribution to regulatory entities of the Dominican electricity sector according to the requirements of Law 125-01- General Electricity, Law 57-07- Incentive for Development of Renewable Energy and their Special Regimes, and their regulations.

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26. OTHER EXPENSES, NET

	Note	2023	2022
Claims compensations[20]	19	11,684,999	-
Net losses from assets under construction		2,099,786	-
Provision credit losses	30	905,468	-
Tax on checks and transfers		97,792	89,553
Disposals of property, plant and equipment	13	34,562	186,065
Impairment of property, plant and equipment	13	(71,465)	179,552
Gain on sale of property, plant and equipment		(28,117)	(110,300)
Land use		(18,000)	(18,000)
Sale of scrap metal		(16,985)	(20,106)
Reimbursement of property insurance		-	(246,105)
Sale of scrap metal		-	(39,486)
Other expenses, net		(130,316)	111,720
		14,557,724	132,893

27. FINANCIAL INCOME

	Note	2023	2022
Interest on trade receivables	9	6,049,237	4,251,221
Interest on certificates of deposit	8	1,925,344	657,129
Other financial income	8	176,261	200,526
		8,150,842	5,108,876

28. FINANCIAL EXPENSES

	Note	2023	2022
Interest on financial debt		59,378,144	26,689,737
Interest on trade payables due to local energy suppliers	17	1,310,500	(414,324)
Capitalized interest	13	(19,600,810)	(4,174,031)
Interest subject to capitalization, net		41,087,834	22,101,382
Interest on fuel purchases financing		8,011,889	3,492,428
Lease interest	14	1,316,515	866,193
Amortization of debt issuance costs	16 & 29	1,561,368	924,792
Intangible interest		253,369	263,614
Interest related to decommissioning		116,179	106,596
Other financial expenses		438,325	476,718
		52,785,479	28,231,723

[20] Compensation corresponding to: 1) agreement to cease arbitration with a local power generation and distribution customer for USD 10.2 million (Note 19); and 2) administrative agreement for the cessation of claims for breach of contract with a local distribution company for USD 1.5 million.

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29. FINANCIAL INSTRUMENTS

Derivative financial instruments

At December 31, 2023, the Company does not have derivative financial instruments subject to hedge accounting.

Fair value

The following table shows a comparison of the carrying amount and the fair value for the Company's financial instruments, excluding those when carrying amount approximates their fair value.

The fair value of these instruments was measured and classified at level 2 of the fair value hierarchy. The valuation is done using the annual average of the prices of the transactions executed by tranche, according to the lists of the secondary market operations published by the stock exchanges where these instruments were traded, or at its registered value for those that were not traded.

	2023		2022	
	Carrying amount	Fair value	Carrying amount	Fair value
Financial debt – international bond	300,000,000	265,063,791	300,000,000	268,934,088
Financial debt – local bonds	89,857,480	112,057,050	65,999,800	66,102,396
	389,857,480	377,120,841	365,999,800	335,036,484

Changes in liabilities derived from financing activities.

	Movement type	Financial debt	Dividends	Lease liabilities[21]	Total
At January 1, 2022		388,373,935	23,287	11,449,309	399,846,531
Additions-declarations	Non monetary	-	45,000,000	4,642,003	49,642,003
Amortizations	Non monetary	924,792	-	1,110,083	2,034,875
Foreign exchange differences	Non monetary	-	-	23,207	23,207
Other adjustments	Non monetary	133,394	-	(101,795)	31,599
Cash inflows	Monetary	261,337,338	-	-	261,337,338
Cash outflows	Monetary	(113,798,049)	(45,001,532)	(1,536,930)	(160,336,511)
At December 31, 2022		**536,971,410**	**21,755**	**15,585,877**	**552,579,042**
Additions-declarations	Non monetary	-	45,000,000	3,768,308	48,768,308
Amortizations	Non monetary	1,561,368	-	1,316,515	2,877,883
Foreign exchange differences	Non monetary	(2,446,413)	-	(33,850)	(2,480,263)
Other adjustments	Non monetary	623,923	-	-	623,923
Cash inflows	Monetary	169,236,000	-	-	169,236,000
Cash outflows	Monetary	(7,112,327)	(44,999,687)	(2,266,915)	(54,378,929)
At December 31, 2023		**698,833,961**	**22,068**	**18,369,935**	**717,225,964**

[21] The consolidated statement of cash flows segregates lease cash outflows between principal and interest (as financing and operating outflows, respectively).

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Future commitments associated with financial liabilities.

The table shows the financial commitments of the Company based on their undiscounted contractual cash flows and grouped according to their remaining contractual maturity:

Balances 2023	< 1 year	1 - 2 years	3 - 5 years	> 5 years	Total contractual flows	Carrying amount
Financial debt	191,061,989	116,687,465	344,415,382	55,296,980	707,461,816	707,461,816
Interest on financial debt	50,002,375	40,414,666	32,820,085	15,359,663	138,596,789	7,892,815
Accounts payable	147,540,538	-	-	-	147,540,538	147,540,538
Other liabilities	3,143,606	-	-	3,000	3,146,606	3,146,606
	391,748,508	157,102,131	377,235,467	70,659,643	996,745,749	866,041,775

Balances 2022	< 1 year	1 - 2 years	3 - 5 years	> 5 years	Total contractual flows	Carrying amount
Financial debt	57,601,252	4,714,290	142,070,654	342,428,349	546,814,545	546,814,545
Interest on financial debt	43,694,404	37,111,674	86,761,300	30,161,547	197,728,925	5,432,364
Accounts payable	158,534,910	-	-	-	158,534,910	158,534,910
Other liabilities	2,808,202	-	-	3,000	2,811,202	2,811,202
	262,638,768	41,825,964	228,831,954	372,592,896	905,889,582	713,593,021

30. FINANCIAL RISK MANAGEMENT

The Company has identified 11 main risks for the year ended December 31, 2023, which mitigation measures are aligned with the organization's strategy.

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The key actions to manage risks included in the financial quadrant are detailed below.

Financial risk management

a) Exchange rate risk

As a result of the Company's operations in foreign currency, it is exposed to exchange rate risk when the values of its assets and liabilities are denominated in a foreign currency (different from functional); therefore, their periodic measurement depends on the foreign currency exchange rate in effect in the financial market, mainly the Dominican peso and the euro. The exchange rate risk consists of the recognition of foreign exchange differences in the Company's profit or loss, resulting from exchange rates variations between the functional currency and the respective foreign currency. This risk depends on the net position in foreign currency. To manage this risk, the Company performs a continuous monitoring of monetary assets and liabilities denominated in a foreign currency, maintaining short to neutral positions to limit the exchange rate exposure.

A summary of the monetary financial assets and liabilities denominated in foreign currency, included in various categories of the consolidated statements of financial position, is presented below:

	2023	2022
Denominated in Dominican pesos		
Monetary assets		
Cash and cash equivalents	4,863,105	55,581,250
Short term investment	275,213	260,999
Trade receivables and other	26,297,477	9,893,673
Income tax receivable	4,776,187	-
	36,211,982	65,735,922
Monetary liabilities		
Accounts payable	2,044,667	21,779,511
Income tax payable	-	2,561,274
Other current liabilities	2,208,554	1,749,904
Lease liabilities	1,149,919	1,266,684
Financial debt	70,481,371	72,927,784
	75,884,511	100,285,157
Excess of monetary liabilities	**(39,672,529)**	**(34,549,235)**

	2023	2022
Denominated in euros		
Monetary assets		
Cash and cash equivalents	57,075	47,977
Trade receivables and other	102,436	-
	159,511	47,977
Monetary liabilities		
Accounts payable	1,492,137	520,010
Excess of monetary liabilities	**(1,332,626)**	**(472,033)**

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The following table[22] shows a sensitivity analysis of the effect on income before tax, presented in the consolidated statement of comprehensive income, derived from a reasonable variation in the exchange rate of the Dominican peso and the euro versus the United States dollar:

Year	Currency	Exchange rate variance	Effect on results
2023	DOP	+5 %	**(1,807,392)**
2023	DOP	-5 %	**1,807,392**
2022	DOP	+5 %	(1,645,202)
2022	DOP	-5 %	1,645,202
2023	€	+5 %	**(63,458)**
2023	€	-5 %	**63,458**
2022	€	+5 %	(22,478)
2022	€	-5 %	22,478

b) Interest rate risk

Interest rate risk is the risk that the fair value of future cash flows of a financial instrument could fluctuate as a result of variations in market interest rates. The Company's exposure to this risk is basically related to long-term obligations with variable interest rates.

The Company maintains a limited exposure to the risk of variable interest rates, which can periodically review their price according to market conditions. Also trade receivables past due accounts accrue interest at market active rates or higher, thus covering the cost of their financing.

At December 31, 2023, 79.5 % (2022: 84.5 %) of the Company's non-current debt and its current portion is agreed at fixed rates (Note 16).

The following table shows a sensitivity analysis of the effect on income before tax, presented in the consolidated statement of comprehensive income, derived from a reasonable variation in the variable interest rates:

Year	Interest rate variance	Effect on results
2023	+2.1%	**4,153,995**
2023	-0.3%	**(586,456)**
2022	+ 1.6 %	1,360,000
2022	- 0.4 %	(340,000)

[22] The positive exchange rate variation (+ 5 %) indicates devaluation and the negative (-5 %) indicates an appreciation of the foreign currency against the US dollar. The effect on results is presented according to the excess of monetary liabilities: negative balances represent estimated exchange gains; and positive balances, estimated exchange losses.

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c) Liquidity risk

Liquidity risk is the risk that the Company is unable to fulfill its financial obligations. To mitigate this risk, the Company monitors its liquidity needs so that it has enough cash in banks and short term investments to fulfill its operational requirements, and also maintains the availability of credit lines with local and international banks to be used if their need it.

In order to mitigate the liquidity risk associated with the credit risk assumed through trade receivables, the Company performed the following activities:

- Fourth quarter of 2022: credit lines amounted to USD 55.0 million were fully repaid using funds obtained from long-term bank loans.
- Second quarter of 2023: funds obtained from credit lines for USD 30.0 million.
- Fourth quarter of 2023: funds obtained from credit lines for USD 30.0 million.

In addition, EGE Haina maintains credit lines with several international and domestic banks bearing fixed interest rates that are negotiated prior to each disbursement. At December 31, 2023, EGE Haina had lines of credit available from a variety of banks in the aggregate amount of USD 368.6 million, and its outstanding balance on these lines of credit was USD 190.7 million.

At December 31, 2023 based on the evaluation of the future cash flows of its operations and the expected credit losses, the Company expects to meet the commitments of its financial instruments (Note 29) until the date of their contractual maturity.

d) Credit risk

Credit risk is the risk that one of the counterparts does not comply with the obligations derived from a financial instrument or sale-purchase contract, and this translates into an economic loss. The credit risk arises mainly from cash and cash equivalents, and trade receivable.

The financial assets that potentially expose the Company to credit risk concentration consist primarily of accounts receivable from energy and capacity dispatched through the SENI to the government distribution companies (main buyers). The Company has had no history of uncollectability with these entities and the collections are being managed through the Ministry of Finance. Additionally, the Company has PPAs with important industrial customers in the country, which maintain mostly their accounts payable up to date.

Regarding the risks of cash and cash equivalents, the Company's maximum exposure from a non-compliance by a counterparty would be the carrying value of these assets. The credit quality of financial assets is assessed based on equity levels and the credit rating given by credit agencies to the institutions where these financial assets are located.

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The credit quality of the financial assets that have not matured and that have not suffered impairment losses can be assessed in relation to the credit rating ("rating") granted by external entities, as follows:

	2023	2022
Cash in banks		
Local credit rating – Fitch/Pacific Credit Rating		
AAA	901	-
AA+	51,482,236	76,548,433
AA-	-	2,668,574
A+	1,880	2,767
A	5,003,591	-
A-	-	5,001,694
BB-	576,567	-
	57,065,175	84,221,468
International credit rating – Fitch		
AA-	81,341	80,897
A+	24,633,014	9,786,884
A-	44,151	360,838
	24,758,506	10,228,619
Cash on hand	13,459	17,708
	81,837,140	**94,467,795**

The Company performed an impairment analysis for its trade receivables and other at the end of 2023 and 2022, using a provision matrix which measures the expected credit losses and evaluates other objective impairment conditions. The Company estimates that the trade receivables and other credit risk concentration for all its business models is low based on its historical collectability and recognized an impairment credit loss expense of USD 0.9 million in 2023 (2022: 0.0). The revenue from spot market transactions with a private distribution company in the process of financial restructuring and legally claimed, for which an impairment credit loss expense was recognized in 2019, were not recognized during the subsequent years until 2023 due to their recoverability assessment.

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The expected credit loss matrix is presented below; the gross balances have been grouped based on the default presumption per financial instruments' business model:

		In default			
December 31, 2023	In compliance	+ 90 days	+ 365 days		Total
Expected credit loss rate	0 %	0 %	0 %	100 %	
Customer in restructuring and legally claimed	-	-	-	185,853	185,853
Business model - Level 2	76,799,828	-	20,780		76,820,608
Business model - Level 3	13,005,224	24,664,816	-	919,214	38,589,254
Business model - Level 4	2,749,254	9,953	-	-	2,759,207
Gross balance - trade receivables and other	92,554,306	24,674,769	20,780	1,105,067	118,354,922
Expected credit losses allowance	**-**	**-**	**-**	**1,105,067**	**1,105,067**

		In default			
December 31, 2022	In compliance	+ 90 days	+ 365 days		Total
Expected credit loss rate	0 %	0 %	0 %	100 %	
Customer in restructuring and legally claimed	-	-	-	185,853	185,853
Business model - Level 2	55,957,001	-	30,121,959	-	86,078,960
Business model - Level 3	19,957,776	96,668	-	13,746	20,068,190
Business model - Level 4	3,315,869	-	-	-	3,315,869
Gross balance - trade receivables and other	79,230,646	96,668	30,121,959	199,599	109,648,872
Expected credit losses allowance	**-**	**-**	**-**	**199,599**	**199,599**

	Note	2023	2022
Allowance at the beginning of the year		199,599	199,599
Impairment loss recognized in profit or loss	26	905,468	-
Expected credit losses allowance	9	**1,105,067**	**199,599**

e) Fuel price risk

The Company is exposed to the risk resulting from the fluctuation of international fuel prices. Since the Dominican Republic is not a fuel producer, the Company purchases natural gas and fuel oil for energy generation from local and international suppliers at prices based on international indexes plus a transportation charge and other associated charges. In general, the natural gas cost is determined by reference to the index published by Nymex Henry Hub; and the fuel oil, to the index published by Platts. Both indices are used in the indexation formulas in the power sale-purchase agreements. Additionally, the energy prices declared for spot market transactions include the fluctuations of fuel prices. As a result, the Company has a reasonable hedge against these fluctuations.

The Company is also exposed to the risk resulting from changes in the cost of coal. Currently, it acquires the coal necessary for the operation of the Barahona power plant from the best market offer. The variable cost of this plant has historically been cheaper than the marginal price of the system.

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31. OTHER INFORMATION

31.1. NEW OPERATIONS

The Company completed in June 2023 the construction of the first phase of its subsidiary Siba's natural gas project (Note 13).

The following table shows a summary of the impact on net income from new operations at December 31, 2023:

2023	Recurrent operations	Siba	Total
Revenue	494,579,025	78,711,766	573,290,791
Cost of fuel and energy purchases	(286,221,879)	(51,834,250)	(338,056,129)
Operating and general expenses	(65,791,093)	(9,611,015)	(75,402,108)
Personnel expenses	(24,867,955)	-	(24,867,955)
Depreciation and amortization	(48,080,530)	(7,486,489)	(55,567,019)
Gain on foreign currency exchange, net	148,543	2,675,023	2,823,566
Other expenses, net	(12,457,938)	(2,099,786)	(14,557,724)
Operating income	57,308,173	10,355,249	67,663,422
Financial expenses, net	(26,466,125)	(18,168,512)	(44,634,637)
Income before tax	30,842,048	(7,813,263)	23,028,785
Income tax expense	(7,078,821)	(4,053,287)	(11,132,108)
Net income	**23,763,227**	**(11,866,550)**	**11,896,677**
Attributable to shareholders of EGE Haina	23,763,227	(4,827,948)	18,935,279
Attributable to non controlling interests	-	(7,038,602)	(7,038,602)

31.2. FEES TO THE AUDIT FIRM

The audit fees pertaining to 2023, contracted by EGE Haina and its subsidiaries to PricewaterhouseCoopers República Dominicana, S. R. L., are detailed in the following table:

	2023
Service type	
EGE Haina	
Auditing	184,000
Other services	6,000
	190,000
EGE Haina's subsidiaries	
Auditing	55,000
Other services	-
	55,000
Total	245,000

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32. SUBSEQUENT EVENTS

The Company has evaluated subsequent events until March 20, 2024, the date of issuance of these consolidated financial statements, and there are no significant subsequent events requiring disclosure, except those described as follows:

32.1. DEBT ASSIGNMENTS

On January 16, 2024, a debt assignment agreement was signed between EGE Haina, Siba and Monte Rio Power Corporation, Ltd. ("Monte Rio"), in which EGE Haina (Siba's majority shareholder) assigns to Monte Rio (Siba's minority shareholder) loans granted to the subsidiary for the construction of its first phase for USD 1.7 million and interest accrued as of the contract date for USD 0.2 million, with immediate cash payment.

On February 14, 2024, a debt assignment agreement was signed between EGE Haina, Siba and Soluciones en Gas Natural Energía SGN Energía, S. A. ("SGN"), in which EGE Haina (Siba's majority shareholder) assigns to SGN (Siba's minority shareholder) loans granted to the subsidiary for the construction of its first phase for USD 15.0 million and interest accrued as of contract date for USD 1.7 Million; with a six-month repayment schedule, early redemption option without penalty and quarterly interests payments on the total assigned amount at a 13.85 % annual rate.

These assignments were executed with the objective of maintaining the financing funds provided for the project according to the shares' distribution.

32.2. OTHER EVENTS

On March 12, 2024, the Board of Directors approved the voluntary exclusion of EGE Haina from the Registry of the Securities Market of the Dominican Republic, ceasing its regulatory obligations as an issuer on this market.

ADDITIONAL INFORMATION

GRI 2-3, 2-4, 2-14, 3-1, 3-2

ABOUT THIS REPORT

SCOPE

This Sustainability Report is the fifth document developed by EGE Haina under GRI standards to report its annual performance in the environmental, social, economic, and corporate governance areas. The information contained in this report includes the operations of *Empresa Generadora de Electricidad Haina, S.A.*, and its subsidiaries, collectively referred to as the company. The information in the report covers the period from January 1 to December 31, 2023.

METHODOLOGY

This Sustainability Report was prepared based on the "in accordance" option of the Global Reporting Initiative (GRI) standard, considering the 2021 updated version. Additionally, it links the company's performance with the Sustainable Development Goals (SDGs).

EGE Haina maintains its commitment to annually report its performance in the environmental, social, economic, and corporate governance areas, and confirms that there were no relevant changes in methodology compared to what was reported in its 2022 Sustainability Report.

The Communications and Sustainability team was responsible for its preparation, with the support of all areas composing EGE Haina. The Financial Statements presented in this report have been verified by an external auditor. Any comments, suggestions, or questions about this document and its content can be sent to contacto@egehaina.com.

MATERIALITY

The materiality of this Report was carried out according to the stages suggested by GRI, identifying relevant topics according to the organization's context and its market, and subsequent consultation with stakeholders and company executives, resulting in the materiality matrix.

CONTEXT ANALYSIS

For the company's context analysis, available information in internal reports was reviewed, such as: the Corporate Sustainability Plan, the Community Action Plan, the Communications Plan, and the last two sustainability reports. Additionally, five executives from strategic areas of the company were interviewed to identify topics that were not identified in the initial survey.

For market context analysis, press reports, international standards, and websites and sustainability reports of other electricity generation companies were reviewed. Among the references analyzed are: the sustainability reports of *Acciona, ENEL and Colún (Chile), Iberdrola* and Latin American Power, as well as the NDC documents of the Dominican Republic, and the World Energy Outlook 2023.

STAKEHOLDER AND EXECUTIVE CONSULTATION

Following the context analysis, a survey was conducted targeting the Company's Board of Directors and stakeholder groups grouped into: employees, clients, local communities, the business community, the

Government and authorities, financial institutions, the media, suppliers and contractors, and civil society. This consultation allowed for the validation of the identified topics and their prioritization.

The identification and prioritization process evaluated the 10 material topics from the previous period plus 14 new relevant topics raised for this year. Out of the 24 topics evaluated, 11 corresponded to the governance dimension, 8 to the social dimension, and 5 to the environmental dimension. To determine the materiality level of the 24 relevant topics, a weighting scale from 1 (less material) to 5 (more material) was used, contrasting the score assigned by stakeholders with that assigned by company executives. The results of the process yielded 10 material topics for EGE Haina and its stakeholders, represented in the materiality matrix.

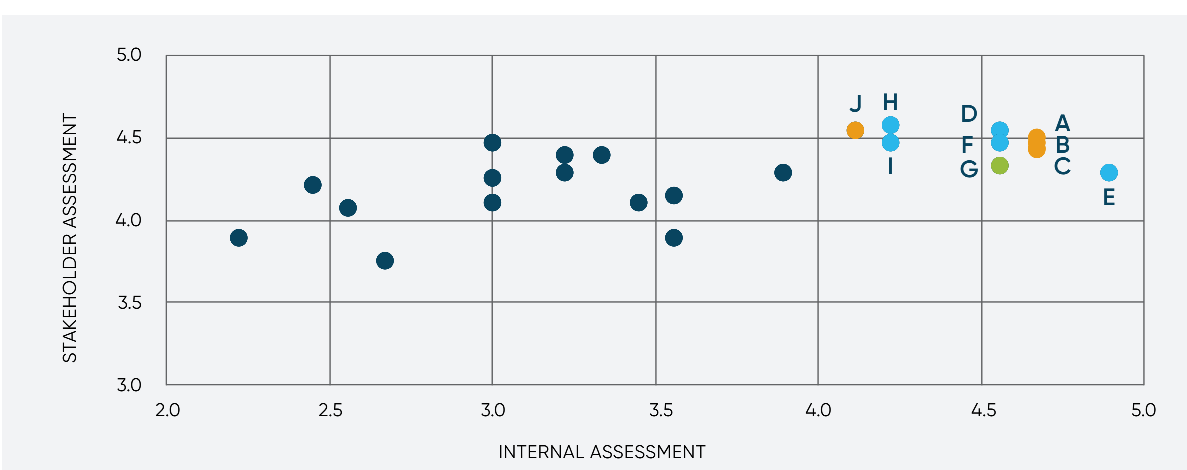
MATERIALITY MATRIX

According to the results of the materiality analysis, the 10 material topics for EGE Haina correspond to 5 governance topics, 4 social topics, and 1 environmental topic.

Materiality analysis results

Dimension	Material topic
Social	A. Commitment to our people
Social	B. Occupational health and safety
Social	C. Commitment to the client
Social	J. Social and community commitment
Environmental	G. Responsible environmental management
Governance	D. Ethics and good corporate governance
Governance	E. Risk management and resilience
Governance	F. Operational excellence
Governance	H. Creation of economic and financial value
Governance	I. Focus on renewable energy

Material topics matrix 2023



GRI INDICATORS

GRI Indicator Index

Indicator group	Code	Indicator name	Page	Omission
Organization and reporting practices	2-1	Organizational details	17, 18, 68, 72, 83	
	2-2	Entities included in the organization's sustainability reporting	18, 104, 186	
	2-3	Reporting period, frequency and contact point	240	
	2-4	Restatements of information	240	
	2-5	External assurance	182*	
Activities and workers	2-6	Activities, value chain and other business relationships	24, 57, 62-64 158	
	2-7	Employees	132	
	2-8	Workers who are not employees	132	
Governance	2-9	Governance structure and composition	68	
	2-10	Nomination and selection of the highest governance body	73	
	2-11	Chair of the highest governance body	74	
	2-12	Role of the highest governance body in overseeing the management of impacts	73	
	2-13	Delegation of responsibility for managing impacts	72, 78	
	2-14	Role of the highest governance body in sustainability reporting	304	
	2-15	Conflicts of interests	84, 86, 87	
	2-16	Communication of critical concerns	72, 78-82	
	2-17	Collective knowledge of the highest governance body	81	
	2-18	Evaluation of the performance of the highest governance body		Not applied in the reporting period
	2-19	Remuneration policies		Confidential information
	2-20	Process to determine remuneration		Confidential information
	2-21	Total annual compensation ratio		Confidential information
Strategy, policies, and practices	2-22	Statement on sustainable development strategy	4	
	2-23	Policy commitments	113-116, 144-149, 151, 152	

Indicator group	Code	Indicator name	Page	Omission
Strategy, policies, and practices (continued)	2-24	Embedding policy commitments	78-82	
	2-25	Processes to remediate negative impacts	84-87	
	2-26	Mechanisms for seeking advice and raising concerns	148, 149	
	2-27	Compliance with laws and regulations	82, 83, 120, 121	
	2-28	Associations and membership (membership in associations)	117	
Stakeholder engagement	2-29	Approach to stakeholder engagement	106-109	
	2-30	Collective bargaining agreements		Not reported
Material topics	3-1	Process to determine material topics	240	
	3-2	List of material topics	110, 304	
	3-3	Management of material topics	110, 111, 113	
Economic performance	201-1	Direct economic value generated and distributed	173	
	201-2	Financial implications and other risks and opportunities due to climate change	128, 129, 179 180	
	201-3	Defined benefit and other retirement plan obligations	136	
	201-4	Financial assistance received from the Government		Not applicable
Market presence	202-1	Ratio of standard entry-level salary by gender compared to the local minimum wage		Not reported
	202-2	Proportion of senior executives hired from the local community	79	
Indirect economic impacts	203-1	Investments in infrastructure and supported services	165	
	203-2	Significant indirect economic impacts	160	
Procurement practices	204-1	Proportion of expenses on local suppliers	158, 159	
Anti-corruption	205-1	Operations assessed based on corruption-related risks	88-93	
	205-2	Communication and training on anti-corruption policies and procedures	86	
	205-3	Confirmed corruption incidents and actions taken		No incidents during the reporting period

Indicator group	Code	Indicator name	Page	Omission
Unfair competition	206-1	Legal actions related to unfair competition and monopolistic practices and against free competition		Not reported
Taxation	207-1	Tax approach	82	
	207-2	Tax governance, control, and risk management	84, 86, 87, 93	
	207-3	Stakeholder engagement and management of their tax concerns		Not reported
	207-4	Country-by-country reporting		Not applicable
Materials	301-1	Materials used by weight or volume		Not reported
	301-2	Recycled materials used		Not reported
	301-3	Recovered packaging products and materials		Not reported
Energy	302-1	Energy consumption within the organization	126	
	302-2	Energy consumption outside the organization	58, 59	
	302-3	Energy intensity	126	
	302-4	Reduction of energy consumption		Not reported
	302-5	Reductions in energy consumptions of products and services		Not reported
Water and effluents	303-1	Interaction with water as a shared resource	124	
	303-2	Management of impacts related to water discharge	124	
	303-3	Water withdrawal	124	
	303-4	Water discharge	124	
	303-5	Water consumption	124	
Biodiversity	304-1	Operational centers owned, leased, or managed located within or adjacent to protected areas or areas of high biodiversity value outside protected areas		Not applicable
	304-2	Significant impacts of activities, products, and services on biodiversity	126, 127	
	304-3	Protected or restored habitats	126, 127	
	304-4	IUCN Red List species and national conservation list species with habitats in areas affected by operations	127	

Indicator group	Code	Indicator name	Page	Omission
Emissions	305-1	Direct GHG emissions (scope 1)	129	
	305-2	Indirect GHG emissions from energy generation (scope 2)		Not reported
	305-3	Other indirect GHG emissions (scope 3)		Not reported
	305-4	Intensity of GHG emissions		Not reported
	305-5	Reduction of GHG emissions	128, 129	
	305-6	Emissions of ozone-depleting substances (ODS)		Not reported
	305-7	Nitrogen oxides (NOx), sulfur oxides (SOx) and other significant air emissions	123	
Waste	306-1	Waste generation and significant waste-related impacts	125	
	306-2	Management of significant waste-related impacts		Not applicable
	306-3	Waste generated	125	
	306-4	Waste not destined for disposal	125	
	306-5	Waste for disposal	125	
Environmental compliance	307-1	Non-compliance with environmental laws and regulations	120, 121	
Environmental assessment of suppliers	308-1	New suppliers that have passed selection filters according to environmental criteria	158, 159	
	308-2	Negative environmental impacts in the supply chain and measures taken	158, 159	
Employment	401-1	New employee hires and staff turnover	138	
	401-2	Benefits for full-time employees that are not provided to part-time or temporary employees	139	
	401-3	Parental leave	137	
Worker-company relations	402-1	Minimum notice periods on operational changes		Not reported
Occupational health and safety	403-1	Occupational health and safety management system	140	
	403-2	Hazard identification, risk assessment, and incident investigation	140, 141	
	403-3	Occupational health services	142	
	403-4	Worker participation, consultation, and communication on occupational health and safety	142	

Indicator group	Code	Indicator name	Page	Omission
Occupational health and safety (continued)	403-5	Worker training on occupational health and safety	142	
	403-6	Promotion of worker health	142	
	403-7	Prevention and mitigation of occupational health and safety impacts directly linked by business relationships		Not reported
	403-8	Workers covered by an occupational health and safety management system	140	
	403-9	Work-related injuries	141	
	403-10	Occupational illnesses and diseases	141	
Training and education	404-1	Average hours of training per year per employee	137	
	404-2	Programs for upgrading employee skills and transition assistance programs	137	
	404-3	Percentage of employees receiving regular performance and career development reviews	135	
Diversity and equal opportunities	405-1	Diversity of governance bodies and employees	146, 147	
	405-2	Ratio of basic salary and remuneration of women versus men		Not reported
Non-discrimination	406-1	Cases of discrimination and corrective actions taken	146, 147	
Freedom of association and collective bargaining	407-1	Operations and suppliers whose right to freedom of association and collective bargaining may be at risk	158, 159	
Child labor	408-1	Operations and suppliers with significant risk of child labor cases	158, 159	
Forced or compulsory labor	409-1	Operations and suppliers with significant risk of forced or compulsory labor cases	158, 159	
Security practices	410-1	Security personnel trained in human rights policies or procedures		Not reported
Indigenous peoples' rights	411-1	Cases of violations of the rights of indigenous peoples		Not applicable

Indicator group	Code	Indicator name	Page	Omission
Human rights assessment	412-1	Operations subject to human rights impact assessments or reviews		Not reported
	412-2	Employee training on human rights policies or procedures	149	
	412-3	Significant investment agreements and contracts with clauses on human rights or subject to human rights assessment		Not reported
Local communities	413-1	Operations with local community engagement, impact assessments, and development programs	160-168	
	413-2	Operations with significant actual or potential negative impacts on local communities		Not reported
Social assessment of suppliers	414-1	New suppliers that have passed selection filters according to social criteria	158, 159	
	414-2	Negative social impacts on the supply chain and actions taken		Not reported
Public policy	415-1	Contribution to political parties and/or representatives		Not reported
Client health and safety	416-1	Assessment of the impacts of product and service categories on health and safety		Not applicable
	416-2	Non-compliance cases related to the impacts of product and service categories on health and safety		Not applicable
Marketing and labeling	417-1	Requirements for product and service information and labeling		Not applicable
	417-2	Non-compliance cases related to product and service information and labeling		Not applicable
	417-3	Non-compliance cases related to marketing communications		Not reported
Client privacy	418-1	Substantiated claims regarding violations of customer privacy and loss of customer data		Not reported
Socio-economic compliance	419-1	Non-compliance with laws and regulations in social and economic fields	132	

* (Continues from the call on page 307) The Financial Statements section was audited by a third-party auditor, unlike the GRI indicators, which were internally collected with the assistance of an external entity.

Index of GRI G4 Supplementary Indicators for the Electricity Sector

Code	Indicator name	Page
EU1	Installed capacity by primary energy source, region, and regulatory regime	28, 29
EU2	Net energy production by division and energy type	29, 58, 59
EU3	Number of clients	62, 63, 64
EU4	Length of overhead and underground transmission and distribution by regulatory regime	No aplica
EU5	Allocation of certified CO_2 emissions, analyzed by regulatory regime	129, 180
EU6	Management to ensure short and long-term availability and confidentiality of electricity	60, 61
EU8	Research and development	No aplica
EU10	Planned capacity vs. projected demand	54, 55
EU11	Average energy efficiency of thermal plants by energy source and regulatory regime	61
EU12	Ratio of energy lost during transmission and distribution vs. energy generated	No informada
EU13	Biodiversity affected by energy facilities	No informada
EU14	Programs and processes ensuring the availability of skilled labor	137
EU15	Percentage of workers eligible for retirement in the next 5 to 10 years, broken down by job category and region	No informada
EU17	Days worked by contractors in construction, operation, and maintenance activities	140
EU18	Percentage of contractor and subcontractor workers who have received relevant health and safety training	142
EU19	Stakeholder participation in decision-making processes	106-109
EU20	Management approach to displacement impacts	No aplica
EU21	Mechanisms for the community to report or make inquiries about spills or risk events/ contingency planning measures, disaster programs/emergency management plan, and training	148, 149
EU22	People displaced by company projects	No aplica
EU25	Number of accidents and fatalities resulting in legal actions by affected parties	No informada
EU26	Ratio of the population present in a licensed distribution area without electrical connection	No aplica
EU27	Number of households disconnected due to non-payment identifying duration of disconnection and regulatory regime	No aplica
EU28	Frequency of outages, number of interruptions a customer could experience measured by interruptions per customer	No aplica
EU29	Average outage duration	No aplica
EU30	Average plant availability factor	61

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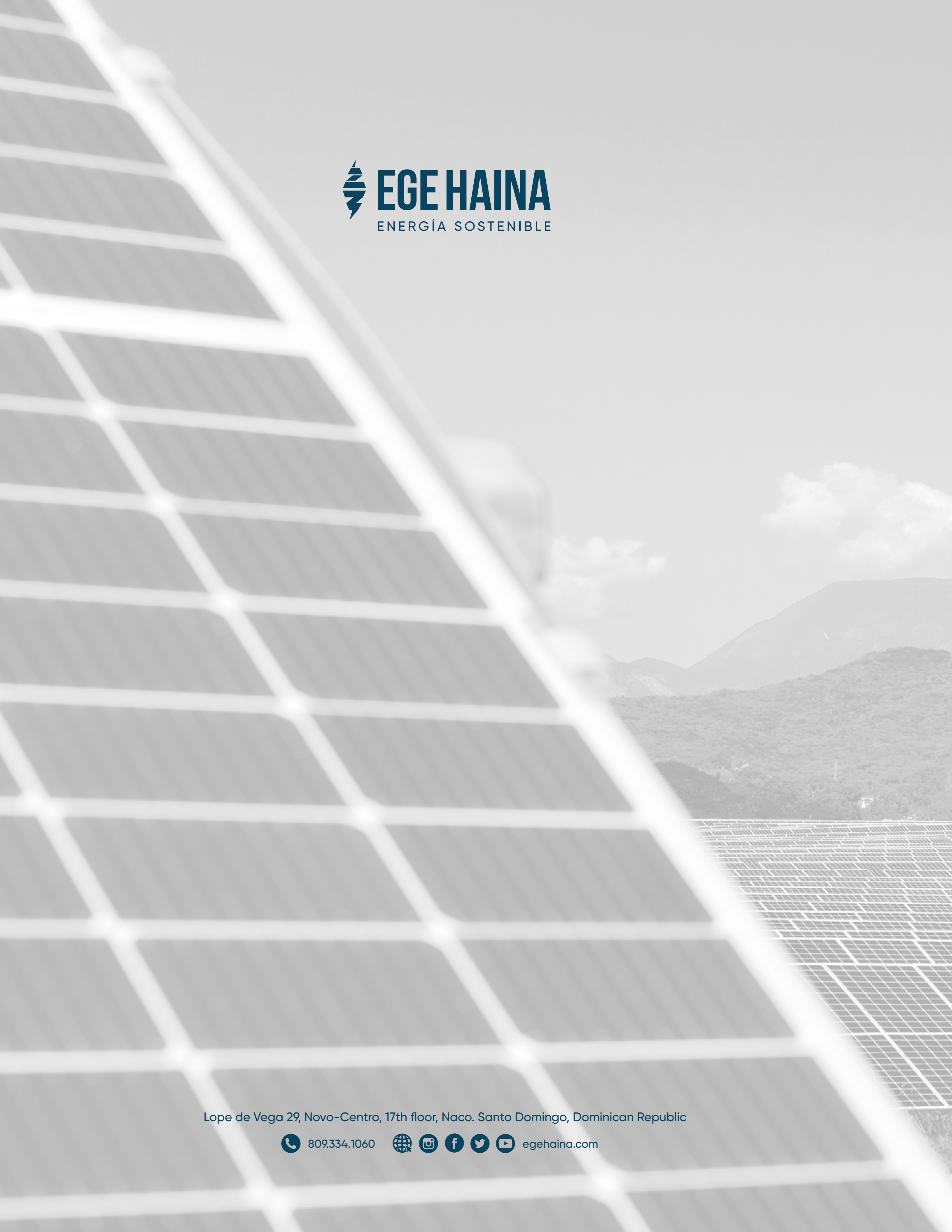

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