

ANNOUNCEMENT OF

PannErgy Plc. (PannErgy Nyilvánosan Működő Részvénytársaság) on the order of payment of dividends for FY2020

Pursuant to Resolution No. 2021.04.16/1 adopted by the Management Board in its capacity of the General Meeting, PannErgy Plc. (hereinafter "the Company") hereby informs its shareholders on the order of dividend payment for FY2020:

PannErgy Plc. will pay a gross sum of HUF 15.00 (fifteen forints) per share as dividend for its registered ordinary shares of a nominal value of HUF 20 (twenty forints) each (ISIN identifier: HU0000089867) up to a total aggregate amount of HUF 252,823,080.00.

According to Clauses 56.3 and 58 of its Articles of Association, the Company shall pay to its shareholders entitled to dividends a gross amount of HUF 15 per ordinary share, up to a total aggregate gross amount of HUF 252,823,080.00. The Company will determine and publish the final gross dividend amount per share calculated as per its Articles of Association on the website of the Budapest Stock Exchange on 29 June 2021.

Starting date of dividend payment (due date or "E day"): 14 July 2021

Conditions of dividend payment

28 June 2021 is the last trading day on the Budapest Stock Exchange ("BSE") when it is still possible to trade PannErgy Plc's ordinary shares representing the right to receive dividends for 2020.

Those shareholders are entitled to receive dividends who own the shares associated with dividend payment on **the record date of shareholder verification, i.e. on 30 June 2021.**

PannErgy Plc. has appointed KELER Ltd. Központi Értéktár Zártkörűen Működő Részvénytársaság (hereinafter: "KELER Ltd.") to carry out the payment of dividends. Dividends may be paid to shareholders whose data required for the entry into the share register and for dividend payment were submitted to KELER Ltd. by the provider of the shareholder's securities account in a manner and form required by the latter.

Details required for dividend payment:

For domestic natural person shareholders: name (first name, last name), address, tax identification number, date of birth, name at birth, place of birth, mother's name, sex.



For foreign natural person shareholders: name (first name, last name), address, tax identification number or in the absence thereof a passport number, date of birth, name at birth, place of birth, mother's name, sex, ISO country code of citizenship.

For legal person shareholders: company name and registered office, tax residency, and tax number for domestic tax residents.

No public charges will be deducted from dividends paid to legal persons.

For shareholder nominees: name, registered office, tax residency (and tax number for domestic tax residents) of nominees, together with a statement on the number and composition of shares administered by them, i.e. the ratio of legal and natural persons represented by them. Shareholder nominees should note that once they made such statement, the Company makes payments to both legal and private persons, subject to statutory tax deductions. Given that there are differences between the taxation of legal persons and that of natural persons as well as the rate and declaration thereof, we are unable to change the above ratio once payment is made, and dividends will be accounted for based on shareholder verification. Shareholder nominees shall be liable for any damage resulting from any data provided erroneously.

Shareholders may claim dividends for 2020 for a period of 5 years from the starting date of dividend payment; the right to claim such dividends will be time-barred after the lapse of such 5-year period.

PannErgy Plc. is under no obligation to pay interest on dividends received by shareholders after 14 July 2021.

How are dividends paid?

Dividends payable on ordinary shares are paid by way of bank transfer to the account held at the shareholder's securities account provider or to the payment account specified by the shareholder to the securities account provider or — in case of domestic legal persons — to the payment account specified by the securities account provider. The Company shall not be held liable for any delay or damage resulting from inaccurate data or failure to disclose the Financial Account Identifier.

The dividend payable is determined on the basis of information provided by shareholders for the purposes of calculating such dividend. The dividend payable and the tax deductible per each shareholder are determined by KELER Ltd. on the basis of the applicable tax laws and the data submitted by the account providers. Where incomplete data is submitted, the dividend will be paid only after the missing data are provided.



When making payments to domestic and foreign natural persons, a personal income tax of 15% will be deducted pursuant to Sections 8(1) and 66 of Act CXVII of 1995 on personal income tax ("the PIT Act"). Such payment is not subject to social contribution tax ("SZOCHO").

Payments to (both domestic and foreign) legal persons is made without any tax deduction.

The Company and/or KELER Ltd. on its behalf, do not assume responsibility for any delay resulting from incomplete or late reporting by securities account providers.

Since 2010, dividends on shares held on a **Permanent Investment Account** ("**Tartós Befektetési Számla**") by domestic and foreign resident natural persons, are paid without tax deduction (Section 67/B(6)(c) and Annex 7 of the PIT Act). Concurrently with reporting the claim for dividends, securities account providers must inform PannErgy Plc's agent responsible for the payment of dividends, i.e. KELER Ltd. whether the shares are registered on a Permanent Investment Account. If a securities account provider fails to do so, dividends will be paid after the deduction of a 15% personal income tax.

If a shareholder chooses to receive the dividend with a preferential tax deduction rate under a double taxation convention, the securities account provider must submit the documents described in Annex 7 of the PIT Act to the Issuer Services Department of KELER Ltd. (H-1074 Budapest, Rákóczi út 70–72.) by **30 June 2021** the latest. Securities account providers should note that certificates of residence for the tax year issued in foreign languages are only accepted in the form of professional or certified translation. If a double taxation convention requires a statement from the beneficial owner as well, such instrument is also accepted only in the form of professional or certified translation. The statement on beneficial ownership may be made in Hungarian as well. If KELER Ltd. does not receive either a certificate of residence or the subsequent supplementation thereof by **30 June 2021**, the dividend will be paid after the deduction of a 15% personal income tax in case of foreign natural persons. Shareholders may claim repayment of the difference between the 15% and the reduced tax rate pursuant to point 4 of Annex 7 of the PIT Act, on the basis of a certificate issued by KELER Ltd. on behalf of PannErgy Plc.

Data reporting obligations for securities account providers

Securities account providers shall disclose the shareholders' data to KELER Ltd. upon shareholder verification according to the procedure announced by KELER Ltd. If a securities account provider fails to identify or identifies its shareholder clients incorrectly at the time of shareholder verification, it may rectify or correct such failure during the period of dividend payment. Dividends payable on the basis of subsequently reported information will be disbursed during the month following the one when the deficiencies were remedied. PannErgy Plc. and KELER Ltd. acting on its behalf are not liable for any delay resulting from the submission of incomplete or incorrect data by securities account providers or from the fact that processing such data is lengthy.



Issue of a tax certificate

KELER Ltd. will issue a certificate on behalf and in the name of PannErgy Plc. on the dividends paid on shares and the taxes deducted, and will deliver it to the shareholders by **15 January 2022** at the latest.

Should you have any further questions about dividend payment, please contact us:
via the contact person of PannErgy Plc. responsible for investor relations at
pannergy@pannergy.com; +36 1 323-2383; or
through the customer service of KELER Ltd. at H-1074 Budapest, Rákóczi út 70-72.; +36 1 483-6100

Budapest, 23 June 2021

PannErgy Plc.

