Sustainable Finance

GREEN FINANCE IMPACT REPORT

Statkraft has an ambitious growth strategy towards 2030 across our geographies and technologies. This includes reaching an annual development rate of 4 GW by 2030 for onshore wind, solar and battery storage. This comes in addition to ambitions of optimising and expanding in hydropower, offshore wind and green hydrogen. In total, Statkraft aspires to have developed 30 GW new renewable capacity by 2030.

Statkraft is a responsible company with respect for people, the environment, and society. Sustainability is embedded at the core of everything we do, and safeguarding people is always our first priority.

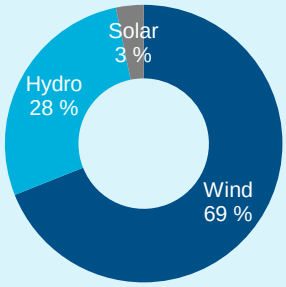
In 2023, Statkraft issued three new green bonds, one in June and two in December totalling NOK 16.7 billion. This brings the total outstanding amount of Statkraft's green bonds to more than NOK 27 billion, following our Green Finance Framework as of April 2022. This framework covers two eligible categories, renewable energy and clean transportation, with a lookback period of three years.

Projects are considered new financing if they are not older than 3 years, while projects are refinanced if they are older. CICERO Shades of Green has rated our framework CICERO Dark Green, and the framework's governance procedures to be Excellent.

Statkraft's Green Bond Framework provides the basis for all allocations and reporting in this Green Finance Impact Report. Green Bond is our preferred financing tool used to finance Eligible Projects that promote the transition to low carbon and climate resilient growth and a sustainable economy as determined by Statkraft.

Proceeds from the green financing instruments issued in 2023 have been allocated to Eligible Projects following procedures described in our Green Finance Framework. A portion remains unallocated for now and is expected to be allocated in 2024.

Allocation of proceeds by technology (percentage)



Overview of green financing issued in 2023

Issuer	Instrument	Issue date	Maturity date	Tenor (Years)	Coupon/ reference rate	ISIN	Currency of issue	Amount	Amount (MNOK[1])
Statkraft AS	Bond	09.06.2023	09.06.2033	10	3.500%	XS2631822868	EUR	496 095 000	5 576
Statkraft AS	Bond	13.12.2023	13.12.2026	3	3.125%	XS2723597923	EUR	498 185 000	5 600
Statkraft AS	Bond	13.12.2023	13.12.2031	8	3.125%	XS2726853554	EUR	494 430 000	5 558
Total									**16 734**

[1] Converted to NOK using year-end exchange rate as per 31 December 2023.

Impact and allocation of green financing proceeds per Eligible Project

Project	Green Finance Framework category	Statkraft's share (%)	Status	Geography	Start & compl.	Capacity (MW)	Annual energy generation (GWh)	Est. annual GHG emission avoided[1] (CO_2 thousand tonnes)	Taxonomy alignment	Proceeds allocated 2023 (MNOK)
Morro do Cruzeiro (MdC)	Renewable energy	100	Under construction / new	Brazil	2022 - 2024	79.8	381.8	51.2	Yes	549
FUNCEF[2]	Renewable energy	100	In operation / reinvestment	Brazil	2023 - 2023	N/A[2]	N/A[2]	N/A[2]	N/A[2]	1 992
Jerusalém / Boqueirão[3]	Renewable energy	100	In operation / reinvestment	Brazil	2023 - 2023	260	1 171	156.9	Yes	2 139
Breeze Two Energy[4]	Renewable energy	100	In operation / reinvestment	Germany/France	2023 - 2023	337	190	66	Yes	4 773
Torsa	Renewable energy	100	Under construction / new	Chile	2021 - 2024	108	307	114.5	Yes	1 579
Ventos de Santa Eugênia – Wind	Renewable energy	100	Under construction / new	Brazil	2020 - 2024	519	2 346	314.4	Yes	634
Talayuela II	Renewable energy	100	Under construction / new	Spain	2022 - 2023	55	56	8.4	Yes	468
Hylte	Renewable energy	100	In operation / reinvestment	Norway	2016 - 2020	26	100	1.1	Yes	373
Lio	Renewable energy	100	In operation / reinvestment	Norway	2014 - 2021	42	270	1.7	Yes	210
Songa	Renewable energy	100	In operation / reinvestment	Norway	2017 - 2021	840	4 035	25	Yes	306
Storlia	Renewable energy	65	In operation / reinvestment	Norway	2018 - 2020	8.5	35	0.2	Yes	192
Trollheim	Renewable energy	100	In operation / reinvestment	Norway	2020 - 2026	145	925	5.7	Yes	475
Kjela	Renewable energy	100	In operation / reinvestment	Norway	2022 - 2026	62	245	22.7	Yes	131
Høyanger - Eringsdalen	Renewable energy	100	In operation / reinvestment	Norway	2021 - 2025	84	356	2.2	Yes	391
Nesjødammen	Renewable energy	100	In operation / reinvestment	Norway	2021 - 2026	204	839	5.2	Yes	153
Straumsmo/Innset	Renewable energy	100	In operation / reinvestment	Norway	2020 - 2024	228	1 096	6.8	Yes	259
Båtsvatn	Renewable energy	100	In operation / reinvestment	Norway	2022 - 2024	343	1 347	8.4	Yes	196
Hammarforsen	Renewable energy	100	In operation / reinvestment	Sweden	2021 - 2026	94	1 148	7.1	Yes	281
Total allocated (MNOK)										**14 103**
Total unallocated (MNOK)										**2 631**

[1] The calculations for avoided annual emissions are based on actual annual production for the selected renewable energy projects (solar, wind and hydropower) in the asset portfolio and using relevant country-specific CO_2 emission factors for electricity generation. Data source is International Energy Agency (IEA); IEA's Emissions Factors database from September 2023.
[2] Acquisition of remaining shares in its Brazilian subsidiary Statkraft Energias Renováveis (SKER) from Fundação dos Economiários Federais (Funcef).
[3] Acquisition of two operational wind farms owned by Central Eolica Jerusalem Holding S.A., Central Eolica Boqueirao I S.A. and Central Boqueirao II S.A. The wind farms are located in the state of Rio Grande do Norte, Brazil.
[4] Acquisition of 39 operating wind farms in Germany owned by Statkraft Windenergie GmbH & Co. KG and of four wind farms in France owned by Eoliennes Suroit SNC.

Project examples

Talayuela II

The Talayuela II solar farm, the second one constructed by Statkraft in the municipality of the same name in Cáceres, Spain, has been producing clean energy for more than 30 000 households since June 2023. The plant has a firm environmental and social commitment, which is reflected in the implementation of important measures to preserve local biodiversity and fauna, as well as to boost local employment, following the example of its neighbour Talayuela Solar.

Breeze Two Energy Portfolio

Statkraft has added 39 wind farms in operation to its European onshore wind power portfolio in an acquisition from Breeze Two Energy. 35 of the assets are based in Germany and four are in France. The aim is to optimise the operation of the wind farms and eventually replace the old turbines with new, more efficient ones. Increasing the capacity while re-using parts of the existing infrastructure is one of the most sustainable ways to deliver growth in renewable energy.