Sustainable Finance

GREEN FINANCE IMPACT REPORT

Statkraft has updated its growth strategy within renewable energy with new, more ambitious targets towards 2030. This includes an increase in the annual growth rate for onshore wind, solar and battery storage from 2.5-3 GW in 2025 to 4 GW in 2030. Additionally, growth ambitions for hydropower, offshore wind and green hydrogen are increased. In total, Statkraft aspires to have developed 30 GW new renewable capacity by 2030.

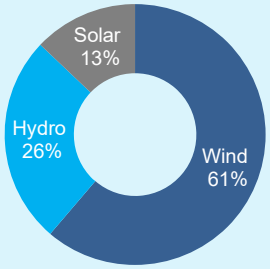
At our core we are a responsible company with respect for people, the environment, and society. Sustainability is embedded in everything we do, and safeguarding people is always our first priority.

Statkraft started its green financing of activities in 2022, by issuing its first green bond in June. By end-of-year, Statkraft had a total of NOK 10.8 billion in green financing, following our Green Finance Framework. 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.

All the proceeds from the green financing instruments issued in 2022 have been allocated to Eligible Projects following procedures described in our Green Finance Framework.

Allocation of proceeds by technology (percentage)



Overview of green financing issued in 2022

Issuer	Instrument	Issue date	Tenor (Years)	Maturity date	Coupon/ reference rate	ISIN	Currency of issue	Amount	Amount (NOK million[2])
Statkraft AS	Bond	14.06.2022	10	14.06.2032	3.93%	NO0012541897	NOK	3 000 000 000	**3 000**
Statkraft AS	Bond	14.06.2022	5	14.06.2027	3M NIBOR + 0.9%	NO0012541442	NOK	1 500 000 000	**1 500**
Statkraft AS	Bond	14.06.2022	5	14.06.2027	3.625%	NO00012541871	NOK	1 000 000 000	**1 000**
Statkraft AS	Bond	16.09.2022	7	13.09.2029	2.875%	XS2532312548	EUR	500 000 000	**5 257**
Total									**10 757**

[2] Converted to NOK using year-end exchange rate as per 31 December 2022.

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. GHG emission avoided[3] (CO_2 thousand tonnes)	Taxonomy alignment	Proceeds allocated 2022 (NOK million)
Aiolos[4]	Renewable energy	100%	In operation / reinvestment	Germany, France	2021 – 2021	346	450[5]	128.3	Yes	1 740
Geitfjellet	Renewable energy	52%	In operation / reinvestment	Norway	2016 – 2020	181	583	3.8	Yes	1 062
Hitra 2	Renewable energy	52%	In operation / reinvestment	Norway	2016 – 2020	94	290	1.9	Yes	562
Jostedal	Renewable energy	100%	In operation / reinvestment	Norway	2015 – 2020	290	956	6.2	Yes	55
Järnvegsforsen	Renewable energy	100%	In operation / reinvestment	Sweden	2018 – 2020	100	450	4.6	Yes	130
Los Lagos	Renewable energy	100%	Under construction / new	Chile	2019 – ongoing	52	229	95.7	Yes	1 617
Nea/Tya	Renewable energy	100%	In operation / new	Norway	2019 – 2022	219	931	6.1	Yes	123
Rana	Renewable energy	100%	In operation / new	Norway	2019 – 2022	500	2 150	14.0	Yes	210
Solarcentury[6]	Renewable energy	100%	In operation / reinvestment	Global	2020 – 2020	4 691	2 250	749.3	Yes	1 390
Torsa	Renewable energy	100%	Under construction / new	Chile	2021 – ongoing	108	228	95.3	Yes	1 242
Ventos de Santa Eugênia	Renewable energy	81%	Under construction / new	Brazil	2020 – ongoing	519	2 346	218.2	Yes	1 984
Vesle Kjela	Renewable energy	100%	In operation / reinvestment	Norway	2019 – 2021	8.5	31	0.2	Yes	266
Øvre Røssåga	Renewable energy	100%	In operation / reinvestment	Norway	2012 – 2020	170	963	6.3	Yes	377
Total										**10 757**

Project examples

Solarcentury

In 2020, Statkraft acquired Solarcentury, a global solar developer headquartered in London. With the completion of the transaction, Statkraft became the owner of 100 per cent of the shares in Solar Century Holdings Ltd and its subsidiaries. Solarcentury's mission is to make a meaningful difference in the global fight against climate change by making solar power the dominant energy source worldwide. Established in 1998, Solarcentury is a leading global solar power company that develops, constructs, owns and operates utility-scale solar and smart technology. During Solarcentury's 22-year history, the company's projects have generated 6 TWh of clean electricity, saving over 1.7 million tons of CO_2 emissions.

Ventos de Santa Eugênia

Statkraft's Ventos de Santa Eugênia Project is our largest wind project in South America, and it will more than double our renewable energy capacity in Brazil. The 519 MW wind project entails 14 wind farms with a total of 91 turbines in the state of Bahia. Given the excellent wind conditions in the area, the project will generate almost 2.3 TWh of renewable energy per year, enough to supply 1.17 million Brazilian homes. The projects are being implemented in accordance with Brazil's strict environmental and social permitting and monitoring systems. The projects have limited land acquisition, no resettlement, low environmental impacts, and no impacts on red-listed species. In addition, Statkraft will carry out education and infrastructure activities for nearby communities.

[3] The calculations are based on actual annual production for the selected projects (solar, wind and hydro) in the asset portfolio and using relevant country-specific CO_2 emission factors from electricity generation. Data source is International Energy Agency (IEA); IEA's Emissions Factors database from September 2022.
[4] Acquisition of SK Wind Gmbh & Co.KG and Energie Eolienne Derval SNC, consisting of 39 operating wind farms in Germany and four in France.
[5] Ten-year average.
[6] Acquisition of 100 per cent of the shares in the global solar developer Solarcentury Holdings Limited and its subsidiaries.