



**Disclosure of the proportion of activities  
considered environmentally sustainable  
(Article 8, EU Regulation 2020/852)**





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# Disclosure of the proportion of activities considered environmentally sustainable (Article 8, EU Regulation 2020/852)

## Our commitment and our position

**Enel welcomes the development of the EU Taxonomy Regulation**, as it provides a standardized, science-based classification system to identify environmentally sustainable economic activities. The EU Taxonomy Regulation acts as an important enabler to promote sustainable investments and accelerate the decarbonization of the European economy, while at the same time creating security and transparency for investors and supporting companies in planning the Net-Zero transition.

**We are fully committed to reporting on the implementation of Article 8 of the EU Taxonomy Regulation**, and of the Delegated Act which further specifies the content, methodology and presentation of information to be disclosed by both financial and non-financial undertakings. Although the EU Taxonomy Regulation requires companies to declare compliance with it as of January 2022, Enel has taken a leading role by deciding to provide evidence of its adoption thereof in previous publications such as the Sustainability Report 2020 and the Consolidated Annual Report 2020, as well as during Capital Markets Day 2020 and 2021.

**We also welcome the different thresholds defined in the EU Taxonomy Regulation on the basis of climate and environmental sciences**, such as the specific emission limit of 100 gCO<sub>2eq</sub>/kWh (taking the whole life cycle into consideration) to measure the substantial contribution to achieving the climate change mitigation objectives established for most power generation technologies, in that it stems from a solid process based on a robust scientific foundation. However, there are some activities that, although not covered under the EU Taxonomy Regulation, are critical to promoting the well-being of European citizens, especially

in the short and medium term, while contributing to the sustainable development of Europe in the long term. As regards the energy industry, there are some important sustainability-related issues that the European Commission did not consider when developing the technical screening criteria, as they were outside the main scope of the EU Taxonomy Regulation. These included energy security, grid reliability and the energy transition, all of which are critical to Europe's well-being but which are appropriately addressed by other policies, funds and regulations at EU and Member State level.

In preparing this Disclosure, the Directors have interpreted, integrated and contextualized the provisions of the EU Taxonomy Regulation with the specific activities carried out on the market by the Group, which is operationally organized into Business Lines.

The EU Taxonomy Regulation is still in a developmental stage, and a number of important Delegated Acts are still being finalized at the time of publication of this Sustainability Report. These include acts that will detail the criteria for the remaining four objectives (sustainable use and protection of water and marine resources, transition to a circular economy, pollution prevention and control and protection and restoration of biodiversity and ecosystems), as well as those that will identify economic activities that do not have a significant harmful impact on environmental sustainability and those that do. **Completion of the entire regulatory process should ensure that all globally recognized economic activities are considered, thereby reducing current uncertainties regarding implementation of the process itself.**

# Methodological note

Below are described the reporting principles and evaluation criteria adopted in this document. These have been identified by the Directors who have appropriately interpreted and integrated the provisions of Art. 8 of EU Regulation 852/2020 in order to take into account the specific operating and management reality of the Enel Group in its organizational structuring into Business Lines (BL).

With regard to the identification of eligibility concerning the “Climate change mitigation” objective of the EU Taxonomy Regulation as it applies to the Group’s economic activities, the latter analyzed and assessed by dividing them according to Global Business Lines and not according to NACE codes, since the latter cannot be directly and unambiguously associated with the structure of the Group’s operations.

Following this identification, analysis of the substantial contribution to the objective of “Climate change mitigation” in Business Lines was performed using a qualitative-quantitative method aimed at verifying compliance with the above criteria for the achievement of the environmental objective chosen.

The Do No Significant Harm (DNSH) criterion was then verified for the activities considered eligible and aligned in order to ensure that they do not cause significant harm to the other environmental objectives identified in the EU Taxonomy Regulation.

In terms of compliance with the Minimum Social Safeguards, the Group has implemented specific procedures in line with the requirements of the EU Taxonomy Regulation through the use of the principles and criteria defined by the OECD Guidelines for Multinational Enterprises and the United Nations Guiding Principles on Business and Human Rights, including the relevant ILO principles. The due diligence process was conducted on the entire value chain and the human rights policy implemented at Group level. Lastly, the financial metrics reported for each business activity eligible and not in the Disclosure are turnover, capital expenditure (Capex), operating expenditure (Opex) and gross operating margin (EBITDA). Specifically, in relation to taxonomy-aligned activities, these metrics were calculated as follows:

- taxonomy-aligned revenue is the result of the proportion of revenue from eligible and aligned activities (numerator) to total revenue (denominator);
- taxonomy-aligned capital expenditure (Capex) is the result

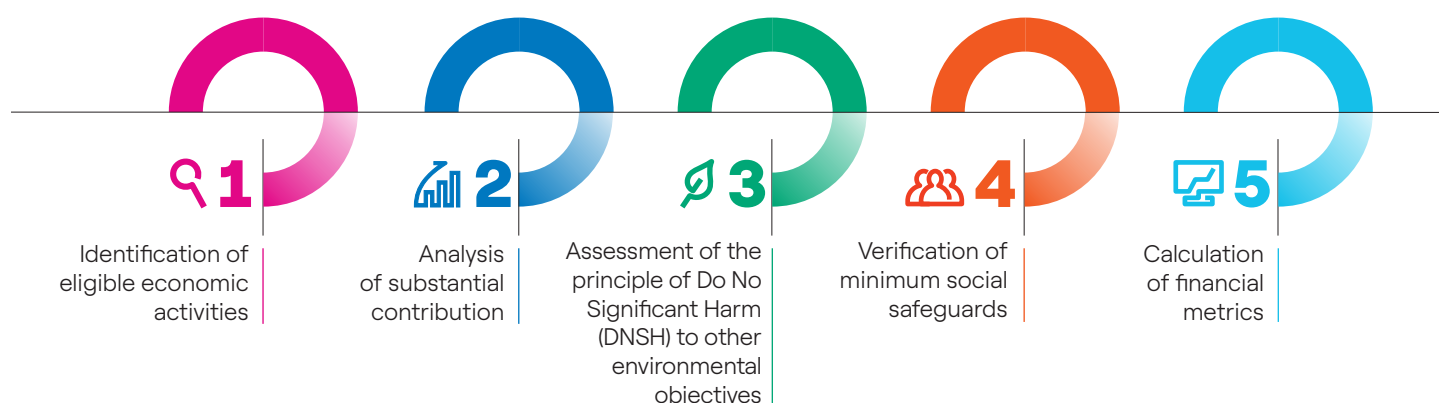


of the proportion of Capex from eligible and aligned activities (numerator) to total Capex (denominator);

- taxonomy-aligned operating expenditure (Opex) is the result of the proportion of eligible and aligned Opex from non-capitalized direct costs for research and development, building renovation, short-term rental, maintenance and repair, and any other direct expenses related to the day-to-day upkeep of property, plant, and equipment (numerator) to total Opex related to the above categories (denominator);
- taxonomy-aligned ordinary gross operating margin (EBITDA) is the result of the proportion of eligible and aligned gross operating margin activities (numerator) to total EBITDA (denominator).

The financial information was gathered from the digital accounting system used by the Enel Group or from the management systems in use by the Company’s Business Lines.

# Our implementation process



By means of a process overseen by the CEO and Top Management, involving the relevant Functions at corporate and Country level, as well as all Business Lines, we initiated a five-step process to analyze the applicability of the EU Taxonomy Regulation throughout the entire value chain and in all countries where we operate.

**1. Identification of eligible economic activities:** we have identified all activities within the Group's portfolio that have been included in the Climate Delegated Act. The process was conducted by taking into consideration only the climate change mitigation objective, in that it is the most material purpose with respect to the Enel Group's business model and the sector in which it operates. Therefore, although Enel also carries out activities that could contribute to the objective of adaptation to climate change, these have not been identified in the section "Statement on the alignment of Enel's business to the European Taxonomy Regulation", thus avoiding potential double counting in the calculation of financial metrics.

**2. Analysis of substantial contribution:** eligible activities identified in the previous phase have been thoroughly analyzed for their compliance with the specific technical screening criteria established to measure their substantial contribution to climate change mitigation. The analysis was carried out following the criteria in the Climate Delegated Act, namely:

**a. Technological analysis for power generation activities.** The threshold of 100 gCO<sub>2eq</sub>/kWh measured on a life cycle basis was met according to the following technological approach:

- **coal and liquid fossil fuels:** technology excluded from the EU Taxonomy Regulation;

- **gas and nuclear:** on February 2, 2022, the European Commission approved in principle a Complementary Climate Delegated Act which includes, under strict conditions, nuclear energy and gas in the list of economic activities covered under the EU Taxonomy Regulation. At the time of publication of this Report, the Complementary Climate Delegated Act is in the process of being approved/rejected by the European Parliament and the Council. In this regard, the legislation is not yet finalized and therefore electricity generated from gas and nuclear energy is considered as "not eligible";
- **wind, solar and battery storage:** these are exempt from the carbon intensity threshold verification due to their substantial contribution to climate change mitigation;
- **hydroelectric power:** the carbon intensity threshold was verified only in power plants with a power density below 5 W/m<sup>2</sup>. All power plants with a power density above 5 W/m<sup>2</sup>, as well as flowing water plants and pumped storage plants, are exempt from the threshold verification;
- **geothermal:** the threshold was verified by carrying out life cycle assessments certified by independent third parties.

**b. Analysis at country, region and system level for the transmission and distribution of electricity.** Compliance with the following technical screening criteria was analyzed in all eight countries where Enel distributes electricity:

- the Distribution System Operator (DSO) is part of the European interconnected system; or
- non-European DSOs belong to countries with more than 67% of newly enabled generation capacity in the system is below the generation threshold value

of 100 gCO<sub>2eq</sub>/kWh measured on a life cycle basis in accordance with electricity generation criteria, over period 2016–2020 (data made available by national authorities over a rolling five-year period prior to the preparation of the Sustainability Report 2021); or

- the average emission factor of the non-European DSO network is below the threshold value of 100 gCO<sub>2eq</sub>/kWh measured on a life cycle basis in accordance with electricity generation criteria, in the period 2016–2020.

Infrastructure dedicated to creating a direct connection or expanding an existing direct connection between a substation or network and a power production plant that is more greenhouse gas intensive than 100 gCO<sub>2eq</sub>/kWh measured on a life cycle basis has been identified and excluded from the eligible aligned DSOs activities.

**c. Product cluster level analysis for Enel X Business Line.** A comprehensive analysis of the Enel X portfolio was performed, classifying eligible activities into the sectors identified in the Climate Delegated Act, such as construction and real estate, transportation, or professional, scientific and technical activities.

**d. Sourcing analysis for power retail activities.** The quantity of power sold in Italy and Spain by the companies involved in power sales through Certificates of Origin was calculated and considered to be aligned with the EU Taxonomy Regulation for its correlation with the technical screening criteria established in the Climate Delegated Act for power generation.

**3. Assessment of the principle of Do No Significant Harm (DNSH) to other objectives:** an analysis of existing environmental procedures was carried out to verify compliance with the DNSH quality criteria for each type of technology (for power generation), region (for transmission and distribution) and product cluster level (for activities of the Enel X Business Line), adapted to the specific requirements set out for each of the following environmental objectives:

- **adaptation to climate change:** analysis of global procedures (including emerging and restoration procedures), assessment of physical climate risks and solutions and adaptation plans in place covering all applicable activities related to power generation,

transmission and networks and Enel X Business Line;

- **sustainable use and protection of waters and marine resources:** analysis of water-related procedures, authorizations, environmental impact assessments, national regulations and water management plans. The analysis was limited to power generation activities, as it is not applicable to other Business Lines;
- **transition to a circular economy:** analysis of waste management plans, procurement requirements and circular economy projects and plans covering all activities applicable to the generation, transmission and distribution of electricity and to the products of the Enel X Business Line;
- **pollution prevention and control:** analysis of global procedures and national regulations concerning all applicable activities from power generation, transmission and networks. In addition, specific pollutants were further analyzed, including electromagnetic radiation and PCBs for transmission and networks, and emissions from power generation activities for air quality;
- **protection and restoration of biodiversity and ecosystems:** analysis of global procedures and national regulations covering all applicable activities from power generation, transmission and distribution.

**4. Assessment of the minimum social safeguards:** it has been verified that the Group's human rights due diligence process covers the entire perimeter of Enel, as it is fully aligned with the OECD Guidelines for Multinational Enterprises and the United Nations Guiding Principles on Business and Human Rights. Further information on our approach to respecting human rights can be found in chapter "Human rights management".

**5. Calculation of financial metrics:** the corresponding financial metrics were associated with each economic activity according to the classification made in steps 1–4, collecting the relevant financial information from the Group's accounting system. In addition, some proxies have been performed for specific activities when financial information was not available in the accounting system (described in the section on the calculation of financial metrics).

Through this process, Enel classified all economic activities along its value chain according to the following three cat-

egories: taxonomy eligible and aligned, taxonomy eligible but not aligned, and taxonomy not eligible.

### Eligible-aligned

**Eligible-aligned:** this refers to an economic activity that simultaneously satisfies the following three conditions:

- it is explicitly included in the EU Taxonomy Regulation for its substantial contribution to climate change mitigation; and
- it meets the specific criteria developed by the EU Taxonomy Regulation for that specific environmental objective; and
- it meets all DNSH criteria and minimum social safeguards.

### Eligible-not aligned

**Eligible-not aligned:** refers to an economic activity that:

- is explicitly included in the EU Taxonomy Regulation for its substantial contribution to climate change mitigation or adaptation; but
- does not meet the specific criteria developed by the EU Taxonomy Regulation for those specific environmental objectives; or
- does not meet at least one of the DNSH and/or the minimum social safeguards.

### Not eligible

**Not eligible:** refers to an economic activity that has not been identified by the EU Taxonomy Regulation as a substantial contributor to climate change mitigation and for which no criteria have therefore been developed. The logic of the European Commission is that these activities might:

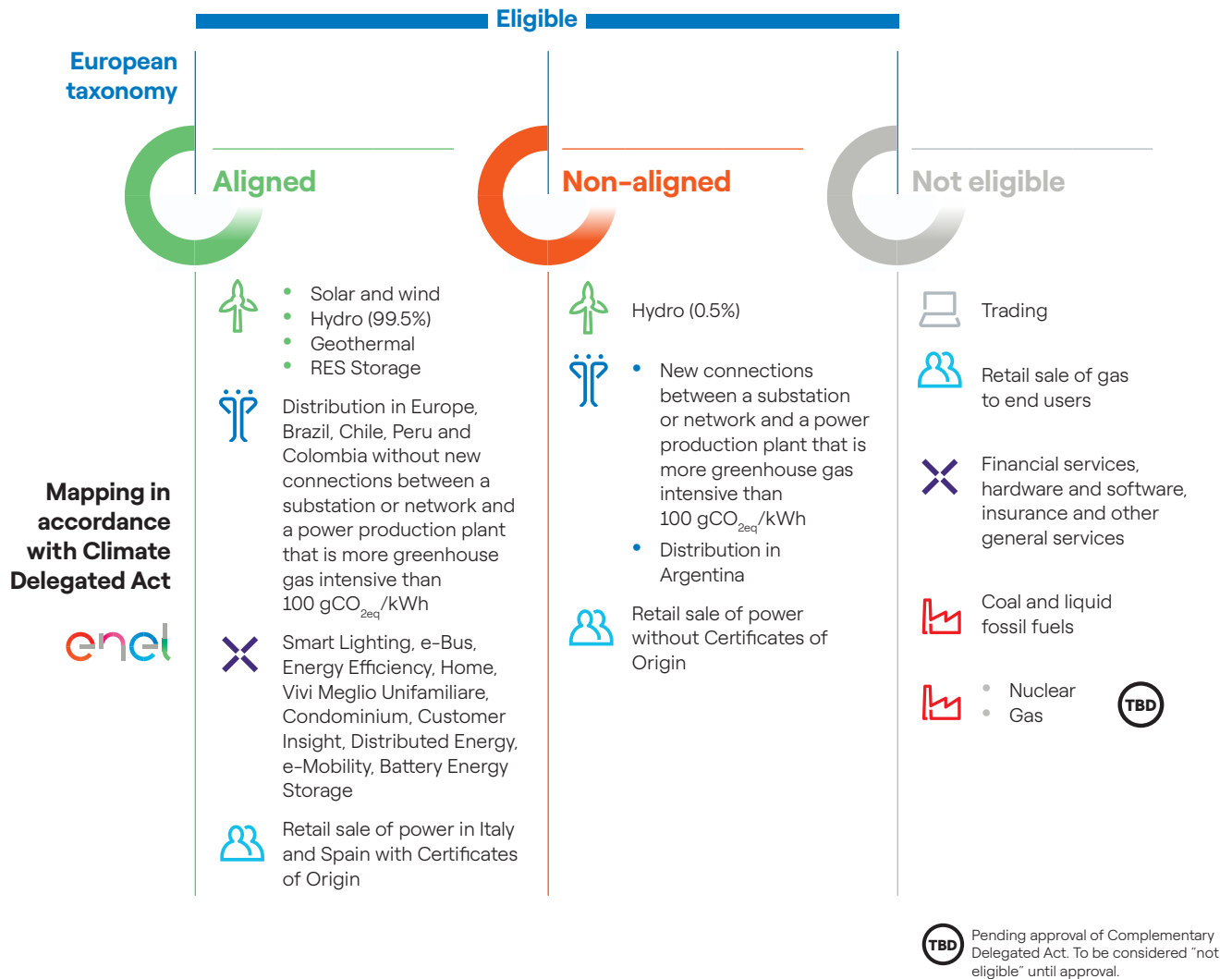
- not have a significant impact on climate change mitigation or could be integrated into the EU Taxonomy Regulation at a later stage;
- cause a very significant impact on climate change mitigation, so they cannot be eligible in any case;
- be awaiting a final decision by the European authorities on their classification (nuclear and gas).

Consequently, the existence of this third category makes it impossible to achieve a business model that is fully aligned with the criteria of the EU Taxonomy Regulation, even

though these not eligible activities might not cause any harm to the EU's environmental objectives.




# Taxonomy eligibility of Enel activities





In 2021, we updated our eligibility analysis according to the process and the new definition for the three categories described above and pursuant to the final version of the




Climate Delegated Act published in the Official Journal of the European Union in December 2021. The following three tables summarize the results of this analysis.

## Eligible-aligned activities



Business Line	Activity	Description of the activity (according to the EU Taxonomy Regulation)	Condition aligned with requirements
 <b>Power generation</b>	Electricity generation from wind power	Electricity generation from wind power (4.3) <sup>(1)</sup> – Construction or operation of electricity generation facilities that produce electricity from wind power.	100% of the installed capacity is eligible and aligned because: <ul style="list-style-type: none"> <li>• it makes a substantial contribution to climate change mitigation as no specific technical screening criteria are required;</li> <li>• it complies overall with DNSH criteria for the following applicable objectives: adaptation, circular economy, pollution and biodiversity;</li> <li>• it complies overall with minimum social safeguards.</li> </ul>
	Electricity generation using solar photovoltaic technology	Electricity generation using solar photovoltaic technology (4.1) – Construction or operation of electricity generation facilities that produce electricity using solar photovoltaic (PV) technology.	100% of the installed capacity is eligible and aligned because: <ul style="list-style-type: none"> <li>• it makes a substantial contribution to climate change mitigation as no specific technical screening criteria are required;</li> <li>• it complies overall with DNSH criteria for the following applicable objectives: adaptation, circular economy, pollution and biodiversity;</li> <li>• it complies overall with minimum social safeguards.</li> </ul>
	Electricity generation from hydropower	Electricity generation from hydropower (4.5) – Construction or operation of electricity generation facilities that produce electricity from hydropower.	99.5% of the installed capacity is eligible and aligned because: <ul style="list-style-type: none"> <li>• it makes a substantial contribution to climate change mitigation, since it includes all flowing water plants, all pumped storage plants, all reservoir plants with a power density above 5 W/m<sup>2</sup> and all reservoir plants below 5 W/m<sup>2</sup> with a life cycle greenhouse gas intensity below 100 gCO<sub>2eq</sub>/kWh as certified by G-RES;</li> <li>• it complies overall with DNSH criteria for the following applicable objectives: adaptation, water and biodiversity;</li> <li>• it complies overall with minimum social safeguards.</li> </ul>
	Electricity generation from geothermal energy	Electricity generation from geothermal energy (4.6) – Construction or operation of electricity generation facilities that produce electricity from geothermal energy.	100% of the installed capacity is eligible and aligned because: <ul style="list-style-type: none"> <li>• it makes a substantial contribution to climate change mitigation, as all power plants have a life cycle GHG emission intensity of less than 100 gCO<sub>2eq</sub>/kWh, as verified by an independent third party;</li> <li>• it complies overall with DNSH criteria for the following applicable objectives: adaptation, water, pollution and biodiversity;</li> <li>• it complies overall with minimum social safeguards.</li> </ul>
	Storage of electricity (batteries)	Storage of electricity (4.10) – Construction and operation of facilities that store electricity.	100% of the installed capacity is eligible and aligned because: <ul style="list-style-type: none"> <li>• it makes a substantial contribution to climate change mitigation as no specific technical screening criteria are required;</li> <li>• it complies overall with DNSH criteria for the following applicable objectives: adaptation, circular economy, water and biodiversity;</li> <li>• it complies overall with minimum social safeguards.</li> </ul>

(1) The number reported refers to the code for eligible activities reported in the Climate Delegated Act (climate change mitigation objective) of the Taxonomy Regulation.





Business Line	Activity	Description of the activity (according to the EU Taxonomy Regulation)	Condition aligned with requirements
 <b>Infrastructure and networks</b>	Transmission and distribution of electricity	<p>Transmission and distribution of electricity (4.9)</p> <ul style="list-style-type: none"> <li>- Construction and operation of transmission systems that transport the electricity on the extra high-voltage and high-voltage interconnected system.</li> <li>- Construction and operation of distribution systems that transport electricity on high-voltage, medium-voltage and low-voltage distribution systems.</li> </ul>	<p>The DSOs in Italy, Romania, Spain, Brazil, Chile, Peru and Colombia are aligned in that:</p> <ul style="list-style-type: none"> <li>• they make a substantial contribution to climate change mitigation, in particular: <ul style="list-style-type: none"> <li>- the DSOs in Italy, Romania and Spain are part of the European interconnected system;</li> <li>- the DSOs in Brazil, Chile, Colombia and Peru belong to electricity systems where more than 67% of newly installed capacity in the last five years has a life cycle GHG intensity of less than 100 gCO<sub>2</sub>eq/kWh, according to the latest data available from national authorities;</li> </ul> </li> <li>• they comply overall with DNSH criteria for the following applicable objectives: adaptation, circular economy, pollution and biodiversity.</li> </ul> <p>Some infrastructures have been excluded from these DSOs (refer to eligible but not aligned activities).</p>
	Smart lighting (City)	Installation, maintenance and repair of energy efficiency equipment (7.3) - Installation and replacement of energy efficient light sources (7.3 d).	<p>The whole activity is aligned with the requirements because:</p> <ul style="list-style-type: none"> <li>• it makes a substantial contribution to climate change mitigation as no specific technical screening criteria are required;</li> <li>• it complies overall with DNSH criteria for the adaptation and pollution goals;</li> <li>• it complies overall with minimum social safeguards.</li> </ul>
 <b>Enel X</b>	E-bus (City)	Urban and suburban transport, road passenger transport (6.3) - The activity provides urban or suburban passenger transport and its direct (tailpipe) CO <sub>2</sub> emissions are zero (6.3 a).	<p>The whole activity is aligned with the requirements because:</p> <ul style="list-style-type: none"> <li>• it makes a substantial contribution to climate change mitigation as no specific technical screening criteria are required;</li> <li>• it complies overall with DNSH criteria for the applicable objectives: adaptation, circular economy and pollution;</li> <li>• it complies overall with minimum social safeguards.</li> </ul>
	Energy efficiency (City)	<p>Installation, maintenance and repair of energy efficiency equipment (7.3);</p> <p>Addition of insulation to existing envelope components, such as external walls (including green walls), roofs (including green roofs), lofts, basements and ground floors (including measures to ensure air-tightness, measures to reduce the effects of thermal bridges and scaffolding) and products for the application of the insulation to the building envelope (including mechanical fixings and adhesive) (7.3 a);</p> <p>Replacement of existing windows with new energy efficient windows (7.3 b);</p> <p>Replacement of existing external doors with new energy efficient doors (7.3 c);</p> <p>Installation and replacement of energy efficient light sources (7.3 d)</p> <p>Installation, replacement, maintenance and repair of heating, ventilation and air-conditioning (HVAC) and water heating systems, including equipment related to district heating services, with highly efficient technologies (7.3 e).</p>	<p>The whole activity is aligned with the requirements because:</p> <ul style="list-style-type: none"> <li>• it makes a substantial contribution to climate change mitigation as no specific technical screening criteria are required;</li> <li>• it complies overall with DNSH criteria for the adaptation and pollution goals;</li> <li>• it complies overall with minimum social safeguards.</li> </ul>

Business Line	Activity	Description of the activity (according to the EU Taxonomy Regulation)	Condition aligned with requirements
 Enel X	Home	Installation, maintenance and repair of energy efficiency equipment (7.3)	<p>The whole activity is aligned with the requirements because:</p> <ul style="list-style-type: none"> <li>it makes a substantial contribution to climate change mitigation as no specific technical screening criteria are required;</li> <li>it complies overall with DNSH criteria for the adaptation and pollution goals;</li> <li>it complies overall with minimum social safeguards.</li> </ul>
	Vivi meglio unifamiliare (Home)	(7.3 a-e) For the detail, see the points already discussed above.	
	Condominium	Installation, maintenance and repair of instruments and devices for measuring, regulation and controlling energy performance of buildings (7.5) - Installation, maintenance and repair of zoned thermostats, smart thermostat systems and sensing equipment, including motion and day light control (7.5 a).	
		Installation, maintenance and repair of renewable energy technologies (7.6) - Installation, maintenance and repair of solar photovoltaic systems and the ancillary technical equipment (7.6 a).	
	Customer insight (Industry)	Professional services related to energy performance of buildings (9.3).	<p>The whole activity is aligned with the requirements because:</p> <ul style="list-style-type: none"> <li>it makes a substantial contribution to climate change mitigation as no specific technical screening criteria are required;</li> <li>it complies overall with DNSH criteria for the adaptation goal;</li> <li>it complies overall with minimum social safeguards.</li> </ul>
 Enel	Energy distributed (Industry)	<p>Installation, maintenance and repair of energy efficiency equipment (7.3)</p> <p>installation and replacement of energy efficient light sources (7.3 d)</p> <p>installation, replacement, maintenance and repair of heating, ventilation and air-conditioning (HVAC) and water heating systems, including equipment related to district heating services, with highly efficient technologies (7.3 e)</p> <p>Installation, maintenance and repair of renewable energy technologies (7.6) - Installation, maintenance and repair of solar photovoltaic systems and the ancillary technical equipment (7.6 a).</p>	<p>The whole activity is aligned with the requirements because:</p> <ul style="list-style-type: none"> <li>it makes a substantial contribution to climate change mitigation as no specific technical screening criteria are required;</li> <li>it complies overall with DNSH criteria for the adaptation and pollution goals;</li> <li>it complies overall with minimum social safeguards.</li> </ul>
	Storage of electricity (Industry)	Installation, maintenance and repair of renewable energy technologies (7.6) - Installation, maintenance and repair of thermal or electric energy storage units and the ancillary technical equipment (7.6 f).	<p>The whole activity is aligned with the requirements because:</p> <ul style="list-style-type: none"> <li>it makes a substantial contribution to climate change mitigation as no specific technical screening criteria are required;</li> <li>it complies overall with DNSH criteria for the adaptation goal;</li> <li>it complies overall with minimum social safeguards.</li> </ul>
	E-mobility	<p>Installation, maintenance and repair of charging stations for electric vehicles in buildings (and parking spaces attached to buildings) (7.4).</p> <p>Infrastructure for personal mobility, cycle logistics (6.13).</p>	<p>The whole activity is aligned with the requirements because:</p> <ul style="list-style-type: none"> <li>it makes a substantial contribution to climate change mitigation, as no specific technical screening criteria are required;</li> <li>it complies overall with DNSH criteria for all objectives;</li> <li>it complies overall with minimum social safeguards.</li> </ul>
 Market	Power sales (end customers)	Retail sale of power.	<p>The retail sale of renewable electricity through Certificates of Origin in Italy and Spain is aligned with the requirements because:</p> <ul style="list-style-type: none"> <li>it makes a substantial contribution to climate change mitigation as no specific technical screening criteria are required;</li> <li>it is a non-applicable condition with regard to DNSH criteria;</li> <li>it complies overall with minimum social safeguards.</li> </ul>

## Eligible-not aligned activities

Global Business Line	Activity	Description of the activity (according to the EU Taxonomy Regulation)	Eligible but not aligned condition
 <b>Power generation</b>	Electricity generation from hydropower	Electricity generation from hydropower (4.5) – Construction or operation of electricity generation facilities that produce electricity from hydropower.	0.5% of installed capacity is eligible but not aligned because it was not possible to verify the technical screening criteria related to power density and thus to the life cycle greenhouse gas intensity.
	Transmission and distribution of electricity	<p>Transmission and distribution of electricity (4.9) – Construction and operation of transmission systems that transport the electricity on the extra high-voltage and high-voltage interconnected system.</p> <p>Construction and operation of distribution systems that transport electricity on high-voltage, medium-voltage and low-voltage distribution systems.</p>	<p>Infrastructures built during the year and dedicated to the realization of a direct connection or the expansion of an existing direct connection between a substation or grid and a power plant with a greenhouse gas intensity exceeding the threshold of 100 gCO<sub>2eq</sub>/kWh measured on a life cycle basis.</p> <p>The DSOs in Argentina have a GHG intensity in excess of 100 gCO<sub>2eq</sub>/kWh, and belong to electrical systems where less than 67% of newly installed capacity in the last five years has a life cycle GHG intensity of less than 100 gCO<sub>2eq</sub>/kWh, according to the latest data available from national authorities.</p>
 <b>Market</b>	Power sales (end customers)	Retail sale of electricity.	<p>All retail power sales of Group companies in Europe are made without Certificates of Origin. The sale of power without associated Certificates of Origin is assumed to mean that, in terms of technology, the source of the power does not meet the technical screening criteria established for electricity generation.</p> <p>In addition, power sales in South America have also been excluded due to the lack of Certificate of Origin systems that allow the origin of power to be traced. These activities refer to those that are not part of the distribution networks in South America, according to the electricity market regulations in force in each country.</p>

## Not eligible activities

Business Line	Activity	Description of the activity	Not eligible condition
 <b>Power generation</b>	Generation of electricity from coal and liquid fossil fuels	Construction and operation of coal-fired and liquid fossil fuel power plants.	The activity has been excluded from the EU Taxonomy Regulation as it is considered very harmful.
	Electricity generation from gas	Construction and operation of natural gas power plants.	The Complementary Climate Delegated Act has not yet been approved by the European Parliament and the European Council.
	Electricity generated by nuclear power plants	Construction and operation of nuclear power plants.	The Complementary Climate Delegated Act has not yet been approved by the European Parliament and the European Council.
 <b>Trading</b>	Energy sales (wholesale)	Wholesale of power and related activities.	This activity is not considered in the Climate Delegated Act.
 <b>Market</b>	Gas sales (end customers)	Retail sales of gas by Group companies in Europe.	This activity is not considered in the Climate Delegated Act.
 <b>Enel X</b>	Other activities	Financial services, hardware and software, insurance policies and other general services.	These activities are not considered in the Climate Delegated Act.

# Process for calculating financial metrics

During the process of calculating the financial metrics, the following criteria were adopted and the following considerations made.

- The three financial metrics required by the EU Taxonomy Regulation (turnover, capital expenditure – Capex – and operating expenditure – Opex) were calculated according to the eligibility analysis described in the previous section.
- Although not expressly required, Enel also performed an assessment in terms of the ordinary gross operating profit (EBITDA) believing that this metric represents the actual financial performance of integrated utilities such as Enel. A metric that considers only turnover is strongly influenced by the business activities with a high volume of revenues (such as the wholesale market – trading) that do not contribute proportionally to growth in the ordinary gross operating profit to the same extent as other business activities.
- The financial information was gathered from the digital accounting system used by the Enel Group, or from the management systems in use by the Company's Business Lines. However, some proxies were delegated to provide a more detailed representation of the figures or to exclude specific activities from the overall calculation of eligible alignment (such as not aligned hydroelectric power generation or infrastructure considered eligible but not aligned among eligible and aligned distribution network systems). For example, the following proxies were used:
  - hydroelectric: eligible not aligned hydroelectric power plants were excluded by considering their output multiplied by the average turnover per unit in the years 2020 and 2021. This approach was also extended to Capex, Opex and EBITDA;
  - infrastructure and networks: new connections between a substation or grid and a power plant with a greenhouse gas intensity above the threshold of 100 gCO<sub>2eq</sub>/kWh were excluded considering their capacity (in MW) multiplied by the average turnover per unit (k€/MW) for the years 2020 and 2021. This approach was only applied to turnover and Capex.
- Aggregate financial data in the report refer to the "sector" level and include items related to third parties and inter-sectorial exchanges.
- Turnover from power sales was calculated considering the quantity of power sold at retail level by Group companies in Italy and Spain using Certificates of Origin (based on data from national authorities), applying the

average turnover per unit. This turnover is considered eligible and aligned, as it refers to electricity produced using technologies that meet the technical screening criteria of the EU Taxonomy Regulation. This approach has also been adopted for Capex, Opex and ordinary gross operating profit (EBITDA). To avoid double counting, the eligible turnover per sector is net of inter-sectorial exchanges (relations between Enel Green Power, Infrastructure and Networks and Retail).

In addition, turnover/Capex/Opex/EBITDA was represented by considering all electricity sales as "not eligible".

- The figures for 2020 have been restated based on the new eligibility analysis carried out in 2021 after the publication of the Sustainability Report 2020 and the publication of the Climate Delegated Act in the Official Journal of the European Union. The main differences in each business segment are as follows:
  - **generation of electricity:** 100% of installed geothermal capacity is now considered eligible and aligned compared to the 10% in the previous analysis, while an additional 0.5% of installed hydroelectric capacity is now considered eligible (from 99% to 99.5%);
  - **transmission and distribution of electricity:** DSOs in Chile, Colombia and Peru are now considered eligible and new infrastructures installed in 2020 to connect power plants with a carbon intensity threshold above 100 gCO<sub>2eq</sub>/kWh were excluded from the financial data of all eligible and aligned DSOs;
  - **Enel X:** E-Home and distributed energy solutions are now considered eligible and aligned (previously considered not eligible);
  - **retail electricity sales:** retail electricity sales in Italy and Spain using Certificates of Origin are now considered eligible and aligned (previously considered not eligible).
- Absolute turnover/Capex/Opex/EBITDA correspond to the turnover/Capex/Opex/EBITDA (measured in euros) of each specific activity. The share of individual KPIs corresponds to each individual economic activity in the total turnover/Capex/EBITDA of the Group (with the exception of Opex, the total of which refers only to the type of costs required by the taxonomy). The share of turnover/Capex/Opex/EBITDA of each individual economic activity contributes to achieving climate change mitigation targets. This is the only objective of the EU Taxonomy Regulation alignment analysis shown in the table, as it is more relevant than the climate change adaptation objective, while the criteria for the other environmental objectives are not yet available.

The 2021–2023 Strategic Plan presented at Capital Markets Day 2020 held in November 2020 stated a range of 80% to 90% of investments aligned with the EU Taxonomy Regulation for the three-year period due to regulatory uncertainty when the Plan was announced (the Climate Delegated Act had not yet been approved). However, 85.6% of capital expenditure set aside for 2021 in the 2021–2023

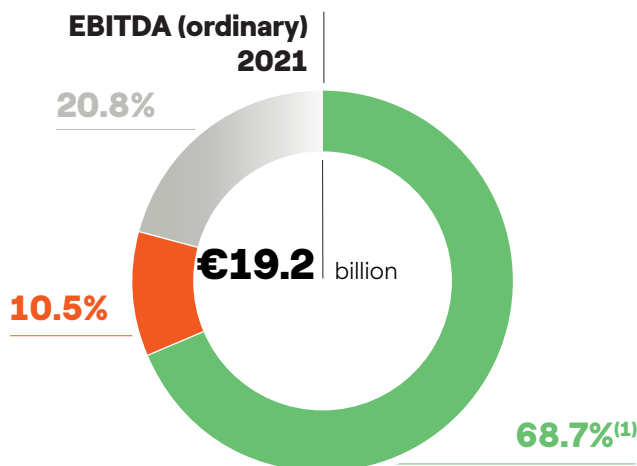
Strategic Plan is now considered aligned with the EU Taxonomy Regulation according to the updated 2021 analysis. The same main changes are considered for the restated 2020 data. In addition, the new 2022–2024 Strategic Plan presented on Capital Markets Day 2021 states that more than 85% of capital expenditure will be allocated to aligned activities in the Plan period.

## Statement on the alignment of Enel's business to the EU Taxonomy Regulation

### Overall results

The high level of alignment of our economic activities with the EU Taxonomy Regulation in 2021, made possible by their substantial contribution to the climate change mitigation objective while respecting the principle of Do No Significant Harm (DNSH) to other environmental objective and observing the minimum social safeguards, is shown below.

- 68.7% of the ordinary gross operating profit (EBITDA)



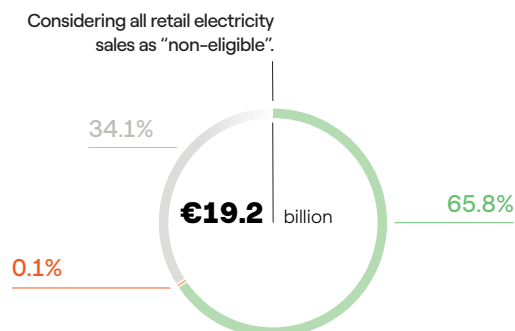
(1) Excluding the capital gain on the sale of Open Fiber from ordinary EBITDA, eligible-aligned ordinary EBITDA is equal to 75.6% of total.

● Eligible-aligned ● Eligible-not aligned ● Non-eligible

relates to business activities aligned with the EU Taxonomy Regulation, compared to 73.4% in 2020.

Considering all retail electricity sales as "not eligible", 65.8% of ordinary gross operating profit in 2021 was aligned.

The EBITDA percentage of taxonomy eligible and aligned businesses decreased in 2021 compared to 2020, primarily due to changes in revenue (see details below).

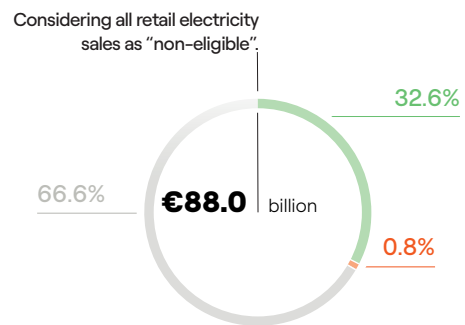
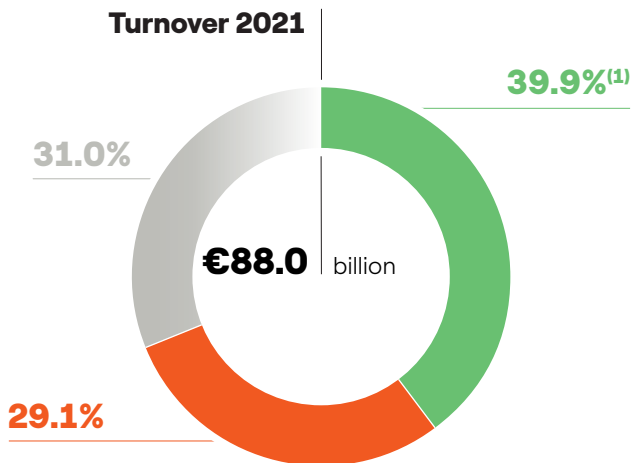


- 39.9% of **turnover** relates to business activities aligned with the EU Taxonomy Regulation, compared to 46.2% in 2020.

Considering all retail electricity sales as “not eligible”, 32.6% of turnover in 2021 was aligned.

Although revenue related to taxonomy eligible and

aligned activities was up in 2021 due to increased renewable energy generation, higher electricity transmission and distribution activity, and greater electricity sales with Certificates of Origin, revenues from not eligible activities also increased due to higher trading operations and higher thermoelectric (gas) generation, and from the sale of gas in the retail market.



(1) Excluding the capital gain on the sale of Open Fiber from turnover, eligible-aligned turnover is equal to 40.8% of total.

● Eligible-aligned ● Eligible-not aligned ● Non-eligible

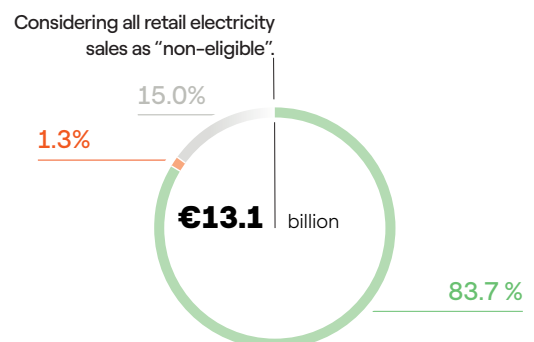
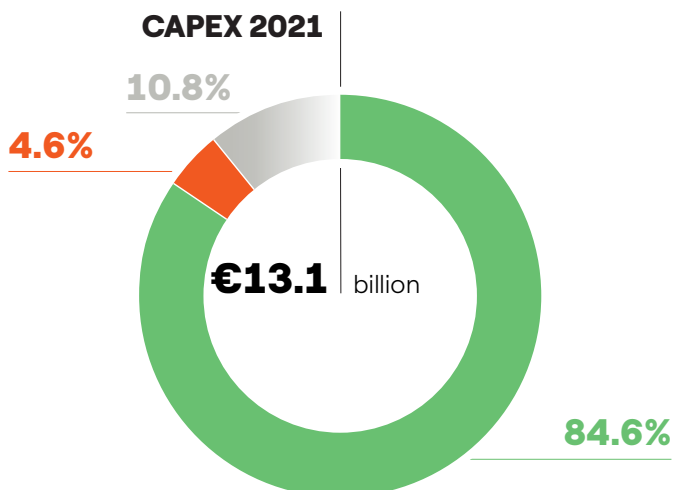
- 84.6% of capital expenditure (**Capex**) relates to business activities aligned with the EU Taxonomy Regulation, compared to 84.7% in 2020.

Considering all retail electricity sales as “not eligible”, 83.7% of capital expenditure was aligned.

The percentage of Capex of taxonomy eligible and aligned activities remains unchanged in 2021 compared to 2020.

The actual 2021 Capex for eligible and aligned activities is 1.9% lower than the Capex planned for 2021 in

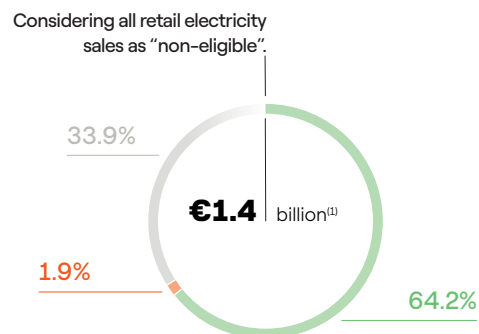
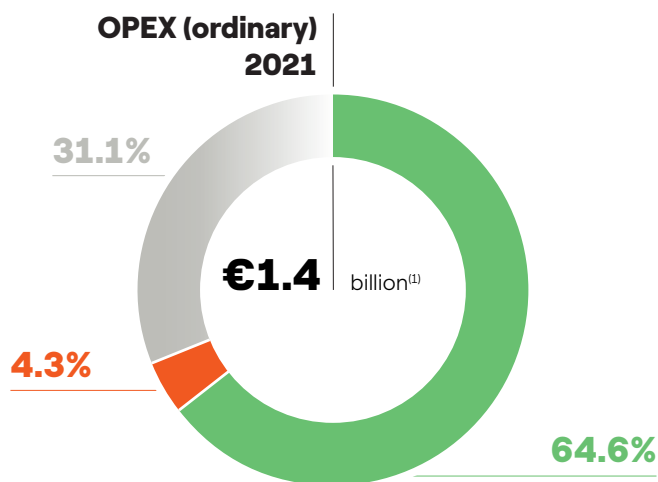
the 2021-2023 Strategic Plan for the same activities. Although, in absolute terms, the final figure is higher than planned (due in particular to the additional investments of 683 million euros compared to those planned to increase the Group’s renewables capacity), additional investments in eligible but not aligned activities and in not eligible activities amounting to 412 million euros were also developed, in particular on activities involving electricity transmission and distribution, sales of energy not certified by Certificates of Origin, and thermoelectric generation (gas).



● Eligible-aligned ● Eligible-not aligned ● Non-eligible

- 64.6% of operating expenses (**Opex**) relates to business activities aligned with the EU Taxonomy Regulation, compared to 65.5% in 2020. Considering all retail electricity sales as “not eligible”, 64.2% of operating expenses are aligned.

The percentage of Opex of taxonomy eligible and aligned activities was down in 2021 compared to 2020, primarily due to a slight decrease in costs in taxonomy aligned distribution activities and thermal generation (coal) activities.



(1) Only expenses required by the taxonomy.

● Eligible-aligned      ● Eligible-not aligned      ● Non-eligible

Economic activities	Taxonomy Code	DNSH Criteria ("Do No Significant Harm") <sup>(4)</sup>												Category <sup>(6)</sup>	
		Absolute Turnover "revenue" <sup>(1)</sup> 2021 millions of euro	Proportion of Turnover "revenue" <sup>(2)</sup> 2021 %	Absolute Turnover "revenue" <sup>(1)</sup> millions of euro	Proportion of Turnover "revenue" <sup>(2)</sup> 2020 %	Substantial contribution to climate change mitigation <sup>(3)</sup> %	Climate change mitigation Y/N	Climate change adaptation Y/N	Water and marine resources Y/N	Circular economy Y/N	Pollution Y/N	Biodiversity and ecosystems Y/N	Minimum safeguards <sup>(5)</sup> Y/N	Enabling activity E	Transitional activity T
A.1 Environmentally sustainable activities (taxonomy-aligned)															
Electricity generation from wind power	4.3	2,392	2.7	2,195	3.3	100.0		Y		Y		Y	Y		
Electricity generation using solar photovoltaic technology	4.1	761	0.9	477	0.7	100.0		Y		Y		Y	Y		
Electricity generation from hydropower	4.5	5,976	6.8	4,543	6.9	100.0		Y	Y			Y	Y		
Electricity generation from geothermal energy	4.6	380	0.4	484	0.8	100.0		Y	Y		Y	Y	Y		
Storage of electricity	4.10	-	-	-	-	100.0		Y	Y	Y		Y	Y		
Enel Green Power and Retail Intercompany		(795)	(0.9)	(760)	(1.2)			Y		Y	Y	Y			
Transmission and distribution of electricity	4.9	19,907	22.6	18,761	28.4	100.0							Y	E	
e-distribuzione and Retail Intercompany		(770)	(0.9)	(786)	(1.2)			Y			Y				
Individual renovation measures consisting in installation, maintenance or repair of energy efficiency equipment (Enel X - Smart Lighting)	7.3 (d)	239	0.3	243	0.4	100.0		Y			Y		Y		
Urban and suburban transport, road passenger transport (Enel X - e-Bus)	6.3 (a)	62	0.1	5	-	100.0		Y		Y	Y		Y		
Individual renovation measures consisting in installation, maintenance or repair of energy efficiency equipment (Enel X - Energy Efficiency)	7.3 (a-e)	9	-	1	-	100.0		Y			Y		Y		
7.3 Individual renovation measures consisting in installation, maintenance or repair of energy efficiency equipment	7.3 (a-e)	334	0.4	223	0.4	100.0		Y		Y			Y		
7.5 Installation, maintenance and repair of instruments and devices for measuring, regulation and controlling energy performance of buildings															
7.6 Installation, maintenance and repair of renewable energy technologies (Enel X - Home/Vivi Meglio Unifamiliare)															

Economic activities	Taxonomy Code	DNSH Criteria ("Do No Significant Harm") <sup>(4)</sup>											Category <sup>(6)</sup>		
		Absolute Turnover "revenue" <sup>(1)</sup> 2021 millions of euro	Proportion of Turnover "revenue" <sup>(2)</sup> 2021 %	Absolute Turnover "revenue" <sup>(1)</sup> 2020 millions of euro	Proportion of Turnover "revenue" <sup>(2)</sup> 2020 %	Substantial contribution to climate change mitigation <sup>(3)</sup> %	Climate change mitigation Y/N	Climate change adaptation Y/N	Water and marine resources Y/N	Circular economy Y/N	Pollution Y/N	Biodiversity and ecosystems Y/N	Minimum safeguards <sup>(5)</sup> Y/N	Enabling activity E	Transitional activity T
Individual renovation measures consisting in installation, maintenance or repair of energy efficiency equipment (Enel X - Condominium)	7.3 (a-e)	9	-	1	-	100.0		Y			Y		Y		
Professional services related to energy performance of buildings (Enel X - Customer Insight)	9.3	88	0.1	98	0.1	100.0		Y					Y		
7.3 Individual renovation measures consisting in installation, maintenance or repair of energy efficiency equipment 7.6 Installation, maintenance and repair of renewable energy technologies (Enel X - Distributed Energy)	7.3 (d,e) 7.6 (a)	55	-	44	0.1	100.0		Y			Y		Y		
Installation, maintenance and repair of renewable energy technologies (Enel X - Battery Energy Storage)	7.6 (f)	24	-	16	-	100.0		Y					Y		
6.13 Infrastructure for personal mobility, cycle logistics 7.4 Installation, maintenance and repair of charging stations for electric vehicles in buildings (and parking spaces attached to buildings) (Enel X - Mobility)	6.13 7.4	63	0.1	32	-	100.0		Y	Y	Y	Y	Y	Y		
Market (power sales to end customer with Certificates of Origin)		6,416	7.3	4,919	7.5										
<b>Turnover of environmentally sustainable activities (taxonomy-aligned) (A.1)</b>		<b>35,150</b>	<b>39.9</b>	<b>30,496</b>	<b>46.2</b>	<b>100.0</b>									

Economic activities	Taxo- nomy Code	DNSH Criteria ("Do No Significant Harm") <sup>(4)</sup>														Category <sup>(6)</sup>	
		Absolute Turnover "revenue" <sup>(1)</sup> 2021 millions of euro	Proportion of Turnover "revenue" <sup>(2)</sup> 2021 %	Absolute Turnover "revenue" <sup>(1)</sup> millions of euro	Proportion of Turnover "revenue" <sup>(2)</sup> 2020 %	Substantial contribution to climate change mitigation <sup>(3)</sup> %	Climate change mitigation Y/N	Climate change adaptation Y/N	Water and marine resources Y/N	Circular economy Y/N	Pollution Y/N	Biodiversity and ecosystems Y/N	Minimum safeguards <sup>(5)</sup> Y/N	Enabling activity E	Transitional activity T		
A.2 Taxonomy-eligible but not environmentally sustainable activities (not taxonomy-aligned activities)																	
Electricity generation from hydropower	4.5	28	-	18	-												
Transmission and distribution of electricity (Argentina and new connections between a substation and power plant >100 gCO <sub>2eq</sub> /kWh)	4.9	689	0.8	648	1.0												
Market (power sales to end customer without Certificates of Origin)		24,890	28.3	19,916	30.2												
Turnover of taxonomy-eligible but not environmentally sustainable activities (not taxonomy-aligned activities) (A.2)		25,607	29.1	20,582	31.2												
Total (A.1 + A.2)		60,757	69.0	51,078	77.4												
B. Taxonomy-not-eligible activities																	
Electricity generation from coal		1,904	2.2	1,639	2.5												
Electricity generation from gas and liquid fossil fuels		8,064	9.1	4,783	7.2												
Electricity generation from nuclear energy		1,388	1.6	1,342	2.0												
Enel X (only activities not eligible)		798	0.9	585	0.9												
Trading activities (energy sales - wholesale)		21,799	24.8	13,973	21.2												
Market (gas sales to end customer)		6,276	7.1	3,821	5.8												
Services, Holding and Other		3,930	4.5	2,025	3.1												
Elisions and adjustments		(16,910)	(19.2)	(13,242)	(20.1)												
Turnover of taxonomy-non-eligible activities (B)		27,249	31.0	14,926	22.6												
Total (A + B)		88,006	100.0	66,004	100.0												

- (1) **Absolute Turnover "revenue"**: revenues from each single activity. If an activity is present in both A.1 and A.2 or B, the figure refers to the proportion of the activity that corresponds to A.1, A.2 or B.
- (2) **Proportion of Turnover "revenue"**: percentage impact of revenues from each individual business activity on the Group's total revenues.
- (3) **Substantial contribution to climate change mitigation**: refers to the share of the revenues of each individual economic activity (indicated in the column Turnover "revenue") that contributes to climate change mitigation. This is the only objective of the EU taxonomy regulation alignment analysis shown in the table, as it is considered more relevant compared to the climate change adaptation objective, while the criteria for the other environmental objectives are not yet available.
- (4) **DNSH**: environmental objectives meeting the DNSH criteria are specified for each activity.
- (5) **Minimum safeguards**: indicates whether the minimum safeguards are respected for each individual activity.
- (6) **Category**: specifies whether the activity makes a direct contribution to climate mitigation or is an enabling or transitional activity.

Economic activities	Taxonomy Code	DNSH Criteria ("Do No Significant Harm") <sup>(4)</sup>											Category <sup>(6)</sup>			
		Absolute capex 'capital expenditure' <sup>(1)</sup> 2021	Proportion of capex 'capital expenditure' <sup>(2)</sup> 2021	Absolute capex 'capital expenditure' <sup>(1)</sup> 2020	Proportion of capex 'capital expenditure' <sup>(2)</sup> 2020	Substantial contribution to climate change mitigation <sup>(3)</sup>	Climate change mitigation	Climate change adaptation	Water and marine resources	Circular economy	Pollution	Biodiversity and ecosystems	Minimum safeguards <sup>(5)</sup>	Enabling activity	Transitional activity <sup>(6)</sup>	
		millions of euro	%	millions of euro	%	%	Y/N	Y/N	Y/N	Y/N	Y/N	Y/N	Y/N	E	T	
A.1 Environmentally sustainable activities (taxonomy-aligned)																
Electricity generation from wind power	4.3	2,971	22.6	2,601	25.5	100.0		Y		Y		Y	Y			
Electricity generation using solar photovoltaic technology	4.1	1,991	15.2	1,430	14.0	100.0		Y		Y		Y	Y			
Electricity generation from hydropower	4.5	416	3.2	333	3.3	100.0		Y	Y			Y	Y			
Electricity generation from geothermal energy	4.6	122	0.9	146	1.4	100.0		Y	Y		Y	Y	Y			
Storage of electricity	4.10	153	1.2	23	0.2	100.0		Y	Y	Y		Y	Y			
Transmission and distribution of electricity	4.9	5,109	39.0	3,836	37.6	100.0		Y		Y	Y	Y	Y	E		
Individual renovation measures consisting in installation, maintenance or repair of energy efficiency equipment (Enel X - Smart Lighting)	7.3 (d)	53	0.4	47	0.5	100.0		Y			Y		Y			
Urban and suburban transport, road passenger transport (Enel X - e-Bus)	6.3 (a)	(1)	-	32	0.3	100.0		Y		Y	Y		Y			
Individual renovation measures consisting in installation, maintenance or repair of energy efficiency equipment (Enel X - Energy Efficiency)	7.3 (a-e)	2	-	1	-	100.0		Y			Y		Y			
7.3 Individual renovation measures consisting in installation, maintenance or repair of energy efficiency equipment  7.5 Installation, maintenance and repair of instruments and devices for measuring, regulation and controlling energy performance of buildings  7.6 Installation, maintenance and repair of renewable energy technologies  (Enel X - Home/Vivi Meglio Unifamiliare)	7.3 (a-e) 7.5 (a) 7.6 (a)	54	0.4	35	0.4	100.0		Y			Y		Y			

Economic activities	Taxonomy Code	DNSH Criteria ("Do No Significant Harm") <sup>(4)</sup>												Category <sup>(6)</sup>	
		Absolute capex "capital expenditure" <sup>(1)</sup> 2021	Proportion of capex "capital expenditure" <sup>(2)</sup> 2021	Absolute capex "capital expenditure" <sup>(1)</sup> 2020	Proportion of capex "capital expenditure" <sup>(2)</sup> 2020	Substantial contribution to climate change mitigation <sup>(3)</sup>	Climate change mitigation	Climate change adaptation	Water and marine resources	Circular economy	Pollution	Biodiversity and ecosystems	Minimum safeguards <sup>(5)</sup>	Enabling activity	Transitional activity
		millions of euro	%	millions of euro	%	%	Y/N	Y/N	Y/N	Y/N	Y/N	Y/N	Y/N	E	T
Individual renovation measures consisting in installation, maintenance or repair of energy efficiency equipment  (Enel X - Condominium)	7.3 (a-e)	3	-	-	-	100.0		Y			Y		Y		
Professional services related to energy performance of buildings  (Enel X - Customer Insight)	9.3	3	-	1	-	100.0		Y					Y		
7.3 Individual renovation measures consisting in installation, maintenance or repair of energy efficiency equipment 7.6 Installation, maintenance and repair of renewable energy technologies  (Enel X - Distributed Energy)	7.3 (d,e) 7.6 (a)	8	0.1	7	0.1	100.0		Y			Y		Y		
Installation, maintenance and repair of renewable energy technologies  (Enel X - Battery Energy Storage)	7.6 (f)	34	0.3	10	0.1	100.0		Y					Y		
6.13 Infrastructure for personal mobility, cycle logistics 7.4 Installation, maintenance and repair of charging stations for electric vehicles in buildings (and parking spaces attached to buildings)  (Enel X - Mobility)	6.13 7.4	51	0.4	45	0.4	100.0		Y	Y	Y	Y	Y	Y		
Market (power sales to end customer with Certificates of Origin)		121	0.9	88	0.9										
Capex of environmentally sustainable activities (taxonomy-aligned) (A.1)		11,090	84.6	8,635	84.7	100.0									

Economic activities	Taxonomy Code	DNSH Criteria ("Do No Significant Harm") <sup>(4)</sup>												Category <sup>(6)</sup>	
		Absolute capex "capital expenditure" <sup>(1)</sup> 2021	Proportion of capex "capital expenditure" <sup>(2)</sup> 2021	Absolute capex "capital expenditure" <sup>(1)</sup> 2020	Proportion of capex "capital expenditure" <sup>(2)</sup> 2020	Substantial contribution to climate change mitigation <sup>(3)</sup>	Climate change mitigation	Climate change adaptation	Water and marine resources	Circular economy	Pollution	Biodiversity and ecosystems	Minimum safeguards <sup>(5)</sup>	Enabling activity	Transitional activity
		millions of euro	%	millions of euro	%	%	Y/N	Y/N	Y/N	Y/N	Y/N	Y/N	Y/N	E	T
A.2 Taxonomy-eligible but not environmentally sustainable activities (not taxonomy-aligned activities)															
Electricity generation from hydropower	4.5	2	-	2	-										
Transmission and distribution of electricity (Argentina and new connections between a substation and power plant >100 gCO <sub>2eq</sub> /kWh)	4.9	174	1.3	100	1.0										
Market (power sales to end customer without Certificates of Origin)		425	3.3	305	3.0										
Capex of taxonomy-eligible but not environmentally sustainable activities (not taxonomy-aligned activities) (A.2)		601	4.6	407	4.0										
Total (A.1 + A.2)		11,691	89.2	9,042	88.7										
B. Taxonomy-non-eligible activities															
Electricity generation from coal		49	0.4	67	0.7										
Electricity generation from gas and liquid fossil fuels		499	3.8	383	3.8										
Electricity generation from nuclear energy		165	1.3	146	1.4										
Enel X (only activities not eligible)		160	1.2	125	1.2										
Trading activities (energy sales – wholesale)		65	0.5	54	0.5										
Market (gas sales to end customer)		97	0.7	67	0.6										
Services, Holding and Other		207	1.6	174	1.7										
Adjustments		175	1.3	139	1.4										
Capex of taxonomy-non-eligible activities (B)		1,417	10.8	1,155	11.3										
Total (A + B)		13,108	100.0	10,197	100.0										

(1) **Absolute capex "capital expenditure"**: investments for each individual activity. If an activity is present in both A.1 and A.2 or B, the figure refers to the proportion of the activity that corresponds to A.1, A.2 or B.

(2) **Proportion of capex "capital expenditure"**: percentage impact of investments of each individual business activity on the Group's total investments.

(3) **Substantial contribution to climate change mitigation**: refers to the share of capex "capital expenditure" of each individual economic activity (indicated in the column capex "capital expenditure") that contributes to climate change mitigation. This is the only objective of the EU taxonomy regulation alignment analysis shown in the table, as it is considered more relevant compared to the climate change adaptation objective, while the criteria for the other environmental objectives are not yet available.

(4) **DNSH**: environmental objectives meeting the DNSH criteria are specified for each activity.

(5) **Minimum safeguards**: indicates whether the minimum safeguards are respected for each individual activity.

(6) **Category**: specifies whether the activity makes a direct contribution to climate mitigation or is an enabling or transitional activity.

Economic activities	Taxo- nomy Code	DNSH Criteria ("Do No Significant Harm") <sup>(4)</sup>													Category <sup>(6)</sup>	
		Absolute opex <sup>(1)</sup> 2021 millions of euro	Proportion of opex <sup>(2)</sup> 2021 %	Absolute opex <sup>(1)</sup> 2020 millions of euro	Proportion of opex <sup>(2)</sup> 2020 %	Substantial contribution to climate change mitigation <sup>(3)</sup> %	Climate change mitigation Y/N	Climate change adaptation Y/N	Water and marine resources Y/N	Circular economy Y/N	Pollution Y/N	Biodiversity and ecosystems Y/N	Minimum safeguards <sup>(5)</sup> Y/N	Enabling activity E	Transitional activity T	
A.1 Environmentally sustainable activities (taxonomy-aligned)																
Electricity generation from wind power	4.3	101	7.3	86	5.9	100.0		Y		Y		Y	Y			
Electricity generation using solar photovoltaic technology	4.1	44	3.2	27	1.9	100.0		Y		Y		Y	Y			
Electricity generation from hydropower	4.5	188	13.5	191	13.1	100.0		Y	Y			Y	Y			
Electricity generation from geothermal energy	4.6	6	0.4	6	0.4	100.0		Y	Y		Y	Y	Y			
Storage of electricity	4.10	-	-	-	-	100.0		Y	Y	Y		Y	Y			
Transmission and distribution of electricity	4.9	546	39.3	636	43.5									E		
Individual renovation measures consisting in installation, maintenance or repair of energy efficiency equipment (Enel X - Smart Lighting)	7.3 (d)	2	0.1	2	0.1	100.0		Y		Y	Y	Y	Y			
Urban and suburban transport, road passenger transport (Enel X - e-Bus)	6.3 (a)	-	-	-	-											
Individual renovation measures consisting in installation, maintenance or repair of energy efficiency equipment (Enel X - Energy Efficiency)	7.3 (a-e)	-	-	-	-	100.0		Y			Y		Y			
7.3 Individual renovation measures consisting in installation, maintenance or repair of energy efficiency equipment  7.5 Installation, maintenance and repair of instruments and devices for measuring, regulation and controlling energy performance of buildings  7.6 Installation, maintenance and repair of renewable energy technologies (Enel X - Home/Vivi Meglio Unifamiliare)	7.3 (a-e) 7.5 (a) 7.6 (a)	2	0.1	1	0.1	100.0		Y		Y	Y		Y			

Economic activities	Taxonomy Code	DNSH Criteria ("Do No Significant Harm") <sup>(4)</sup>											Category <sup>(6)</sup>	
		Absolute opex <sup>(1)</sup> 2021	Proportion of opex <sup>(2)</sup> 2021	Absolute opex <sup>(1)</sup> 2020	Proportion of opex <sup>(2)</sup> 2020	Substantial contribution to climate change mitigation <sup>(3)</sup>	Climate change mitigation	Climate change adaptation	Water and marine resources	Circular economy	Pollution	Biodiversity and ecosystems	Minimum safeguards <sup>(5)</sup>	Enabling activity
		millions of euro	%	millions of euro	%	%	Y/N	Y/N	Y/N	Y/N	Y/N	Y/N	Y/N	E T
Individual renovation measures consisting in installation, maintenance or repair of energy efficiency equipment (Enel X - Condominium)	7.3 (a-e)	-	-	-	-	100.0		Y			Y		Y	
Professional services related to energy performance of buildings (Enel X - Customer Insight)	9.3	1	0.1	1	0.1	100.0		Y			Y		Y	
7.3 Individual renovation measures consisting in installation, maintenance or repair of energy efficiency equipment	7.3 (d,e)	-	-	-	-	100.0		Y			Y		Y	
7.6 Installation, maintenance and repair of renewable energy technologies (Enel X - Distributed Energy)	7.6 (a)													
Installation, maintenance and repair of renewable energy technologies (Enel X - Battery Energy Storage)	7.6 (f)													
6.13 Infrastructure for personal mobility, cycle logistics	6.13 7.4	1	0.1	2	0.1	100.0		Y			Y		Y	
7.4 Installation, maintenance and repair of charging stations for electric vehicles in buildings (and parking spaces attached to buildings) (Enel X - Mobility)														
Market (power sales to end customer with Certificates of Origin)		6	0.4	5	0.3	100.0		Y					Y	
<b>Opex of environmentally sustainable activities (taxonomy-aligned) (A.1)</b>		<b>898</b>	<b>64.6</b>	<b>958</b>	<b>65.6</b>	<b>100.0</b>								

Economic activities	Taxo- nomy Code	DNSH Criteria ("Do No Significant Harm") <sup>(4)</sup>												Category <sup>(6)</sup>	
		Absolute opex <sup>(1)</sup> 2021 millions of euro	Proportion of opex <sup>(2)</sup> 2021 %	Absolute opex <sup>(1)</sup> 2020 millions of euro	Proportion of opex <sup>(2)</sup> 2020 %	Substantial contribution to climate change mitigation <sup>(3)</sup> %	Climate change mitigation Y/N	Climate change adaptation Y/N	Water and marine resources Y/N	Circular economy Y/N	Pollution Y/N	Biodiversity and ecosystems Y/N	Minimum safeguards <sup>(5)</sup> Y/N	Enabling activity E	Transitional activity T
A.2 Taxonomy-eligible but not environmentally sustainable activities (not taxonomy-aligned activities)															
Electricity generation from hydropower	4.5	1	0.1	1	-										
Transmission and distribution of electricity (Argentina and new connections between a substation and power plant >100 gCO <sub>2eq</sub> /kWh)	4.9	25	1.8	19	1.3										
Market (power sales to end customer without Certificates of Origin)		34	2.4	29	2.0										
Opex of taxonomy-eligible but not environmentally sustainable activities (not taxonomy-aligned activities) (A.2)		60	4.3	49	3.3										
Total (A.1 + A.2)		958	68.9	1,007	68.9										
B. Taxonomy-non-eligible activities															
Electricity generation from coal		59	4.2	78	5.3										
Electricity generation from gas and liquid fossil fuels		228	16.4	233	15.9										
Electricity generation from nuclear energy		97	7.0	95	6.5										
Enel X (only activities not eligible)		18	1.3	13	0.9										
Trading activities (energy sales - wholesale)		8	0.6	9	0.7										
Market (gas sales to end customer)		8	0.6	5	0.3										
Services, Holding and Other		99	7.1	101	7.0										
Elisions and adjustments		(85)	(6.1)	(80)	(5.5)										
Opex of taxonomy-non-eligible activities (B)		432	31.1	454	31.1										
Total (A + B)		1,390	100.0	1,461	100.0										

- (1) **Absolute opex:** opex for each individual activity. If an activity is present in both A.1 and A.2 or B, the figure refers to the proportion of the activity that corresponds to A.1, A.2 or B.
- (2) **Proportion of opex:** percentage impact of opex of each individual business activity out of the total ordinary operating expenses required by the taxonomy at Group level.
- (3) **Substantial contribution to climate change mitigation:** refers to the share of ordinary opex for each individual economic activity (indicated in the column Absolute opex) that contributes to climate change mitigation. This is the only objective of the EU taxonomy regulation alignment analysis shown in the table, as it is considered more relevant compared to the climate change adaptation objective, while the criteria for the other environmental objectives are not yet available.
- (4) **DNSH:** environmental objectives meeting the DNSH criteria are specified for each activity.
- (5) **Minimum safeguards:** indicates whether the minimum safeguards are respected for each individual activity.
- (6) **Category:** specifies whether the activity makes a direct contribution to climate mitigation or is an enabling or transitional activity.

Economic activities	Taxo- nomy Code	DNSH Criteria ("Do No Significant Harm") <sup>(4)</sup>												Category <sup>(6)</sup>	
		Ordinary gross operating profit (EBITDA) <sup>(1)</sup> 2021	Proportion of ordinary gross operating profit (EBITDA) <sup>(2)</sup> 2021	Ordinary gross operating profit (EBITDA) <sup>(1)</sup> 2020	Proportion of ordinary gross operating profit (EBITDA) <sup>(2)</sup> 2020	Substantial contribution to climate change mitigation <sup>(3)</sup>	Climate change mitigation	Climate change adaptation	Water and marine resources	Circular economy	Pollution	Biodiversity and ecosystems	Minimum safeguards <sup>(5)</sup>	Enabling activity	Transitional activity
		millions of euro	%	millions of euro	%	%	Y/N	Y/N	Y/N	Y/N	Y/N	Y/N	Y/N	E	T
A.1 Environmentally sustainable activities (taxonomy-aligned)															
Electricity generation from wind power	4.3	1,393	7.3	1,490	8.3	100.0		Y		Y		Y	Y		
Electricity generation using solar photovoltaic technology	4.1	384	2.0	340	1.9	100.0		Y		Y		Y	Y		
Electricity generation from hydropower	4.5	2,771	14.4	2,570	14.2	100.0		Y	Y			Y	Y		
Electricity generation from geothermal energy	4.6	236	1.2	350	1.9	100.0		Y	Y		Y	Y	Y		
Storage of electricity	4.10	-	-	-	-	100.0		Y	Y	Y		Y	Y		
Transmission and distribution of electricity	4.9	7,616	39.7	7,748	43.0	100.0		Y		Y	Y	Y	Y	E	
Individual renovation measures consisting in installation, maintenance or repair of energy efficiency equipment  (Enel X – Smart Lighting)	7.3 (d)	73	0.4	91	0.5	100.0		Y			Y		Y		
Urban and suburban transport, road passenger transport  (Enel X – e-Bus)	6.3 (a)	14	0.1	2	-	100.0				Y		Y	Y		Y
Individual renovation measures consisting in installation, maintenance or repair of energy efficiency equipment  (Enel X – Energy Efficiency)	7.3 (a-e)	2	-	-	-	100.0				Y			Y		Y
7.3 Individual renovation measures consisting in installation, maintenance or repair of energy efficiency equipment  7.5 Installation, maintenance and repair of instruments and devices for measuring, regulation and controlling energy performance of buildings  7.6 Installation, maintenance and repair of renewable energy technologies  (Enel X – Home/Vivi Meglio Unifamiliare)	7.3 (a-e) 7.5 (a) 7.6 (a)	135	0.7	89	0.5	100.0		Y			Y		Y		

Economic activities	Taxonomy Code	DNSH Criteria ("Do No Significant Harm") <sup>(4)</sup>														Category <sup>(6)</sup>	
		Ordinary gross operating profit (EBITDA) <sup>(1)</sup> 2021	Proportion of ordinary gross operating profit (EBITDA) <sup>(2)</sup> 2021	Ordinary gross operating profit (EBITDA) <sup>(1)</sup> 2020	Proportion of ordinary gross operating profit (EBITDA) <sup>(2)</sup> 2020	Substantial contribution to climate change mitigation <sup>(3)</sup>	Climate change mitigation	Climate change adaptation	Water and marine resources	Circular economy	Pollution	Biodiversity and ecosystems	Minimum safeguards <sup>(5)</sup>	Enabling activity	Transitional activity		
		millions of euro	%	millions of euro	%	%	Y/N	Y/N	Y/N	Y/N	Y/N	Y/N	Y/N	E	T		
Individual renovation measures consisting in installation, maintenance or repair of energy efficiency equipment  (Enel X - Condominium)	7.3 (a-e)	1	-	-	-	100.0		Y			Y		Y				
Professional services related to energy performance of buildings  (Enel X - Customer Insight)	9.3	16	0.1	13	0.1	100.0		Y					Y				
7.3 Individual renovation measures consisting in installation, maintenance or repair of energy efficiency equipment 7.6 Installation, maintenance and repair of renewable energy technologies  (Enel X - Distributed Energy)	7.3 (d,e) 7.6 (a)	5	-	3	-	100.0		Y			Y		Y				
Installation, maintenance and repair of renewable energy technologies  (Enel X - Battery Energy Storage)	7.6 (f)	(3)	-	3	-	100.0		Y					Y				
6.13 Infrastructure for personal mobility, cycle logistics 7.4 Installation, maintenance and repair of charging stations for electric vehicles in buildings (and parking spaces attached to buildings)  (Enel X - Mobility)	6.13 7.4	(11)	(0.1)	(40)	(0.2)	100.0		Y	Y	Y	Y	Y	Y				
Market (power sales to end customer with Certificates of Origin)		565	2.9	568	3.2												
Ordinary EBITDA of environmentally sustainable activities (taxonomy-aligned) (A.1)		13,197	68.7	13,227	73.4	100.0											

Economic activities	Taxonomy Code	DNSH Criteria ("Do No Significant Harm") <sup>(4)</sup>												Category <sup>(6)</sup>	
		Ordinary gross operating profit (EBITDA) <sup>(1)</sup> 2021	Proportion of ordinary gross operating profit (EBITDA) <sup>(2)</sup> 2021	Ordinary gross operating profit (EBITDA) <sup>(1)</sup> 2020	Proportion of ordinary gross operating profit (EBITDA) <sup>(2)</sup> 2020	Substantial contribution to climate change mitigation <sup>(3)</sup>	Climate change mitigation	Climate change adaptation	Water and marine resources	Circular economy	Pollution	Biodiversity and ecosystems	Minimum safeguards <sup>(5)</sup>	Enabling activity	Transitional activity
		millions of euro	%	millions of euro	%	%	Y/N	Y/N	Y/N	Y/N	Y/N	Y/N	Y/N	E	T
A.2 Taxonomy-eligible but not environmentally sustainable activities (not taxonomy-aligned activities)															
Electricity generation from hydropower	4.5	17	0.1	9	-										
Transmission and distribution of electricity (Argentina and new connections between a substation and power plant >100 gCO <sub>2eq</sub> /kWh)	4.9	4	-	48	0.3										
Market (power sales to end customer without Certificates of Origin)		1,990	10.4	2,065	11.4										
Ordinary EBITDA of taxonomy-eligible but not environmentally sustainable activities (not taxonomy-aligned activities) (A.2)		2,011	10.5	2,122	11.7										
Total (A.1 + A.2)		15,208	79.2	15,349	85.1										
B. Taxonomy-non-eligible activities															
Electricity generation from coal		282	1.4	535	3.0										
Electricity generation from gas and liquid fossil fuels		906	4.7	659	3.7										
Electricity generation from nuclear energy		416	2.2	439	2.4										
Enel X (only activities not eligible)		68	0.3	1	-										
Trading activities (energy sales - wholesale)		98	0.5	597	3.3										
Market (gas sales to end customer)		422	2.2	447	2.5										
Services, Holding and Other		1,645	8.6	(83)	(0.5)										
Adjustments		165	0.9	83	0.5										
Ordinary EBITDA of taxonomy-non-eligible activities (B)		4,002	20.8	2,678	14.9										
Total (A + B)		19,210	100.0	18,027	100.0										

- (1) **Ordinary gross operating profit (EBITDA):** Ordinary gross operating profit on each individual asset. If an activity is present in both A.1 and A.2 or B, the figure refers to the proportion of the activity that corresponds to A.1, A.2 or B.
- (2) **Proportion of ordinary gross operating margin (ordinary EBITDA):** percentage impact of EBITDA of each individual business on the Group's total EBITDA.
- (3) **Substantial contribution to climate change mitigation:** refers to the portion of EBITDA of each individual business activity (indicated in the column Ordinary gross operating profit (EBITDA)) that contributes to climate change mitigation. This is the only objective of the EU taxonomy regulation alignment analysis shown in the table, as it is considered more relevant compared to the climate change adaptation objective, while the criteria for the other environmental objectives are not yet available.
- (4) **DNSH:** environmental objectives meeting the DNSH criteria are specified for each activity.
- (5) **Minimum safeguards:** indicates whether the minimum safeguards are respected for each individual activity.
- (6) **Category:** specifies whether the activity makes a direct contribution to climate mitigation or is an enabling or transitional activity.

# Independent auditors' report



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(This independent auditors' report has been translated into English solely for the convenience of international readers. Accordingly, only the original Italian version is authoritative.)

## **Independent auditors' report on the schedule of environmentally sustainable economic activities (article 8 of Regulation (EU) 2020/852)**

*To the board of directors of  
Enel S.p.A.*

We have been engaged to perform a limited assurance engagement on the accompanying 2021 schedule of environmentally sustainable economic activities (article 8 of Regulation (EU) 2020/852), comprising the related notes (the "schedule") of the Enel Group (the "group").

### ***Responsibilities of the directors of Enel S.p.A. (the "parent") for the schedule***

The directors are responsible for selecting and defining the basis of preparation of the schedule.

They are responsible for the preparation of the schedule in accordance with the basis of preparation described in the notes.

The directors are also responsible for such internal control as they determine is necessary to enable the preparation of a schedule that is free from material misstatement, whether due to fraud or error.

### ***Auditors' independence and quality control***

We are independent in compliance with the independence and all other ethical requirements of the International Code of Ethics for Professional Accountants (including International Independence Standards, the IESBA Code) issued by the International Ethics Standards Board for Accountants, which is founded on fundamental principles of integrity, objectivity, professional competence and due care, confidentiality and professional behaviour. Our company applies International Standard on Quality Control 1 (ISQC Italia 1) and, accordingly, maintains a system of quality control including documented policies and procedures regarding compliance with ethical requirements, professional standards and applicable legal and regulatory requirements.

KPMG S.p.A. è una società per azioni di diritto italiano e fa parte del network KPMG di entità indipendenti affiliate a KPMG International Limited, società di diritto inglese.

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### **Auditors' responsibility**

Our responsibility is to express a conclusion on the schedule, based on the procedures performed. We carried out our work in accordance with the criteria established by "International Standard on Assurance Engagements 3000 (revised) - Assurance Engagements other than Audits or Reviews of Historical Financial Information" ("ISAE 3000 revised"), issued by the International Auditing and Assurance Standards Board applicable to limited assurance engagements. This standard requires that we plan and perform the engagement to obtain limited assurance about whether the report is free from material misstatement.

A limited assurance engagement is less in scope than a reasonable assurance engagement carried out in accordance with ISAE 3000 revised, and consequently does not enable us to obtain assurance that we would become aware of all significant matters and events that might be identified in a reasonable assurance engagement.

The procedures we performed on the schedule are based on our professional judgement and include inquiries, primarily of the parent's personnel responsible for the preparation of the information presented in the schedule, documental analyses, recalculations and other evidence gathering procedures, as appropriate.

Specifically, we carried out the following procedures:

- analysing and understanding the criteria adopted by the group in order to identify the activities and how they have been associated with economic activities that qualify as environmentally sustainable;
- critical analysis of the basis of preparation described in the notes;
- understanding the process for processing and preparing the quantitative information presented in the schedule and related calculation methods;
- performing selected procedures, on a sample basis, to check whether the quantitative information presented in the schedule had been prepared in conformity with the basis of preparation indicated by the parent and analysed as per the previous point;
- comparing the financial disclosures used to calculate the quantitative information presented with those included in the group's consolidated financial statements;
- obtaining the representation letter from the directors.

### **Conclusion**

Based on the procedures performed, nothing has come to our attention that causes us to believe that the 2021 schedule of the Enel Group has not been prepared, in all material respects, in accordance with the basis of preparation described in the notes.

Rome, 14 April 2022

KPMG S.p.A.

(signed on the original)

Marco Maffei  
Director of Audit



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