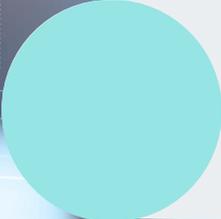


The logo for Redeia, featuring the word "redeia" in a lowercase, sans-serif font. The letter "i" is stylized with a teal dot above it. The background of the slide is a blurred image of hands holding a pen over a document, with overlaid digital graphics like a line graph and a network diagram.

redeia

Valuing the essentials

A solid teal circle graphic positioned to the left of the section header.

Alternative Performance Measures January – December 2025

The European Securities and Markets Authority (ESMA) published Guidelines 2015/1415, hereinafter the Guidelines, on Alternative Performance Measures (APMs) of mandatory compliance for all issuers whose securities are admitted to trading on an official market and who are required to publish regulated information under the Transparency Directive 2004/109/EC, in order to improve the comparability, reliability and comprehensibility of these measures. These Guidelines are applicable to any regulated information, such as management reports accompanying the annual accounts or interim financial statements, interim management statements, presentations of results disseminated as other relevant information, inside information, etc.

Redeia presents these APMs to complement the consolidated financial statements presented in accordance with the International Financial Reporting Standards adopted by the European Union (IFRS-EU). The APMs are used, together with the other financial measures contemplated in IFRS, to provide greater clarity to budgets and objectives, to evaluate operating and financial performance and to compare such performance with previous periods and with the performance of competitors. The presentation of such measures is useful because they can be used to analyse and compare profitability and solvency levels between companies and industries. These and similar measures are widely used by investors, securities analysts and others as complementary measures of performance and should be considered by the reader as complementary to those presented in accordance with IFRS-EU.

Alternative Performance Measures: Aggregates

(thousands of euros)

Earnings before interest, taxes, depreciation and amortisation (EBITDA)			31/12/2025	31/12/2024
Definition	Purpose	Calculation		
Result from operating activities + Depreciation and amortization of fixed assets - Allocation of non-financial fixed asset subsidies and other +/- Impairment and gain or loss on disposal of fixed assets.	Alternative performance measure used as an approximation of the financial resources that could be obtained from operating assets before taxes and depreciation.	Results from operating activities (EBIT)	806,825	761,360
		Amortisation and depreciation	473,792	461,691
		Non-financial and other capital grants	(22,609)	(13,284)
			332	349
		Impairment and gains/(losses) on disposal of fixed assets		
			1,258,340	1,210,116
Net Profit			31/12/2025	31/12/2024
Definition	Purpose	Calculation		
Corresponds to "Consolidated profit / (loss) Attributable to the Parent Company" in the Consolidated Income Statement.	Indicate consolidated income for the period, excluding income attributable to non-controlling interest.	Consolidated profit/(loss) attributable to the Parent Company	505,643	368,438
			505,643	368,438
Funds From Operations (FFO)			31/12/2025	31/12/2024
Definition	Purpose	Calculation		
Cash Flows from Operating Activities - Changes in working capital.	Indicator of the company's cash generation. Measures the cash generation of the business as a whole without taking into account changes in working capital.	Cash flows from operating activities.	1,013,195	955,629
		Changes in working capital.	(21,265)	(231,736)
			1,034,460	1,187,365
Changes in other assets and liabilities			31/12/2025	31/12/2024
Definition	Purpose	Calculation		
Variations in the period of other Statement of Financial Position items mostly included in Non-Current Assets and Liabilities such as deferred tax assets and liabilities or Other non-current assets and liabilities.	Measures the effect on the cash generated in the period from the variation period from the variation of these items.	Other cash flows from investing activities	69,519	280,555
		Proceeds from equity instruments	8,081	7,275
		Effect of changes exchange rates	(2,364)	1,397
		Other cash flows from financing activities	(5,612)	41,529
		Proceeds from divestitures (excluding Temporary Financial Investments) ¹	747,079	2,723
			816,703	333,479

Changes in payables to non-current asset suppliers				
Definition	Purpose	Calculation	31/12/2025	31/12/2024
Variations in the period of the item in the Statement of Financial Position included in the Liabilities as Suppliers of fixed assets. It is calculated as Payments for investments – Investments.	Measures the variation between investment payments and investment additions.	Investment payments ¹	(1,529,089)	(1,205,590)
		Investments	1,626,207	1,172,838
			97,118	(32,752)
Gross Financial Debt				
Definition	Purpose	Calculation	31/12/2025	31/12/2024
Principal debt at amortized cost of debt with credit institutions and debentures or other marketable securities minus exchange rate derivatives and minus accrued interest not paid.	Gross Financial Debt is a measure used to analyse the Group's level of gross indebtedness. It includes the financial liabilities with cost incurred by the Group.	Non-current loans and borrowings, bonds and other marketable securities	5,387,917	5,131,362
		Current loans and borrowings, bonds and other marketable securities	742,123	1,269,950
		Foreign currency derivatives	(2,734)	(34,708)
		Accrued interest payable 'Other equity instruments	(23,125)	(23,125)
		Accrued interest payable	(53,770)	(58,990)
			6,050,411	6,284,489
Gross Average Financial Debt				
Definition	Purpose	Calculation	31/12/2025	31/12/2024
Corresponds to the arithmetic mean of the Gross Financial Debt balances of all the days that make up the fiscal year. This measure may also be referred to as "Average Gross Debt" or "Average Debt".	Indicates the Group's average indebtedness for the year, related to financial expenses indicates the average cost of the financial debt.	Gross Average Financial Debt	6,195,342	6,197,531
			6,195,342	6,197,531
Net Financial Debt				
Definition	Purpose	Calculation	31/12/2025	31/12/2024
Gross Financial Debt - Cash and cash equivalents- Term deposits	Net Financial Debt is a measure used to analyse the Group's level of net indebtedness. It eliminates cash and cash equivalents from the Gross Financial Debt, as well as Term deposits, to try to determine what part of it finances the development of its activities.	Gross Financial Debt	6,050,411	6,284,489
		Cash and cash equivalents	(546,195)	(889,638)
		Term deposits ¹	(30,000)	(25,000)
			5,474,216	5,369,851

Net financial cost of the period				
Definition	Purpose	Calculation	31/12/2025	31/12/2024
Financial expense - Financial income for the period.	Measures the cost of external financial resources.	Financial expense	(130,802)	(143,572)
		Financial income	25,963	59,988
			(104,839)	(83,584)
Average cost of debt (%)				
Definition	Purpose	Calculation	31/12/2025	31/12/2024
Interest Expense on Financial Debt / Average Gross Financial Debt.	Measure of the effective rate of the financial debt.	Interest expense on financial debt ²	138,934	140,416
		Average Gross Financial Debt	6,195,342	6,197,531
			2.24%	2.27%
Average term to maturity of drawdown debt (years)				
Definition	Purpose	Calculation	31/12/2025	31/12/2024
Arithmetic average of the maturities of financial debt weighted by the amounts corresponding to their principal amounts.	Measure to illustrate how long the existing debt matures as of the date of the Financial Statements.	Average term to maturity of drawdown debt	5.4	4.7
			5.4	4.7
Availability of credit lines				
Definition	Purpose	Calculation	31/12/2025	31/12/2024
Undrawn credit lines.	Indicates the available credit of the credit lines contracted by the Group.	Total available credit lines	2,722,171	2,013,572
			2,722,171	2,013,572
Cash surplus				
Definition	Purpose	Calculation	31/12/2025	31/12/2024
Cash and cash equivalents.	Indicates cash and cash equivalents.	Cash and cash equivalents	546,195	889,638
		Short-term investments in the money market ¹	30,000	25,000
			576,195	914,638

Investments				
Definition	Purpose	Calculation	31/12/2025	31/12/2024
Additions to property, plant and equipment + Additions to intangible assets + Additions to assets resulting from business combinations or equity method + Additions from Salto Chira project + Additions to equity instruments and other financial assets - Transfers to non-current assets held for sale	Measurement of investment activity. It allows analysing which of the Group's investments will generate future income or dividend collections.	Additions to property, plant and equipment	1,452,845	1,030,298
		Additions to intangible assets	48,574	50,986
		Additions to assets business combinations or equity method ³	1,514	1,845
		Additions from Salto Chira project	95,030	93,606
		Additions to equity instruments and other financial assets ⁴	28,244	23,879
		Transfers to non-current assets held for sale	-	(27,776)
			1,626,207	1,172,838

Alternative Performance Measures: Ratios

Debt coverage ratio (times)				
Definition	Purpose	Calculation	31/12/2025	31/12/2024
Net Financial Debt / EBITDA (last 12 months)	This debt coverage ratio relates Net Financial Debt to EBITDA and makes it possible to evaluate the company's capacity to repay external financing in number of years (number of times). It allows the company's evolution to be analysed and facilitates comparison with other companies.	Net Financial Debt	5,474,216	5,369,851
		EBITDA (last 12 months)	1,258,340	1,210,116
			4.4	4.4

EBITDA margin (%)				
Definition	Purpose	Calculation	31/12/2025	31/12/2024
EBITDA / Revenue	A measure of the company's degree of efficiency by calculating the EBITDA as a percentage of net sales. It allows to analyse the evolution of the company's efficiency and facilitates the comparison with other companies.	EBITDA	1,258,340	1,210,116
		Revenue	1,659,517	1,594,204
			75.8%	75.9%

Working balance				
Definition	Purpose	Calculation	31/12/2025	31/12/2024
Current assets – Current liabilities	A measure of the company's ability to meet its short-term obligations with its current assets.	Current Assets	2,837,964	3,542,795
		Current Liabilities	(2,306,117)	(3,009,786)
			531,847	533,009

Leverage (%)				
Definition	Purpose	Calculation	31/12/2025	31/12/2024
Net financial debt / (Net financial debt +Equity)	This ratio measures the proportion of Financial Debt over total cost resources used by the company. It allows the analysis of the company's evolution and facilitates comparison with other companies.	Net Financial Debt	5,474,216	5,369,851
		Equity	5,314,528	5,260,068
			50.7%	50.5%
FFO / Net Financial Debt (%)				
Definition	Purpose	Calculation	31/12/2025	31/12/2024
Funds from Operations (FFO) (12 months) / Net Financial Debt	This financial debt coverage ratio relates Net Debt to FFO and makes it possible to evaluate the company's ability to repay borrowed funds as a percentage of external financing. It allows the analysis of the company's evolution and facilitates comparison with other companies.	Funds from Operations (FFO) last 12 months	1,034,460	1,187,365
		Net Financial Debt	5,474,216	5,369,851
			18.9%	22.1%

¹ As of 31st December 2025, investments in short-term money market securities (IFTS) amount to EUR 30 million (31st December 2024: EUR 25 million) and have been considered within 'net financial debt'. Investments and divestments that have been made in ITFS are included in the Consolidated Statement of Cash Flows as:

- 'payments for investments' of EUR 79 million at 31st December 2025 (EUR 1,544.7 million at 31st December 2024) and
- 'divestment proceeds' of EUR 74 million at 31st December 2025 (EUR 1,519.6 million at 31st December 2024).

These amounts have not been considered in the calculation of the MARs 'changes in other assets and liabilities' and 'changes in fixed asset suppliers'.

² Under the heading "Financial expenses" in the consolidated income statement for 2025, amounting to €130,802 thousand (€143,572 thousand in 2024), €138,934 thousand in interest expenses on financial debt are included (€140,416 thousand in 2024). In addition, formalization expenses and availability fees are included, amounting to €13,981 thousand in 2025 (€18,919 thousand in 2024), net of capitalized financial expenses amounting to €22,113 thousand in 2025 (€15,763 thousand in 2024).

³ Additions of assets through business combinations or the equity method consist of additions for investments in significant interests amounting to EUR 1,514 thousand (EUR 1,845 thousand in 2024). These amounts are broken down in the columns 'Capital increase' and 'Change in scope of consolidation' in the movement of investments accounted for using the equity method in Note 10 of the Consolidated annual financial statements.

⁴ Additions of equity instruments and other financial assets amounting to €28,244 thousand includes additions to Elewit amounting to €6,088 thousand (€5,401 thousand in 2024) as well as investments in Economic Interest Groups amounting to €22,156 thousand (€18,478 thousand in 2024).

The APMs are used to provide greater clarity regarding financial performance of , and compare this performance with previous periods and with that of Redeia. These measures must be considered by the reader as supplementary with regard to those presented in accordance with EU-IFRSs, although they are not considered a substitute. Also, the way in which Redeia defines and calculates these APMs may differ from other entities that use similar measures and, therefore, may not be comparable among them.

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