

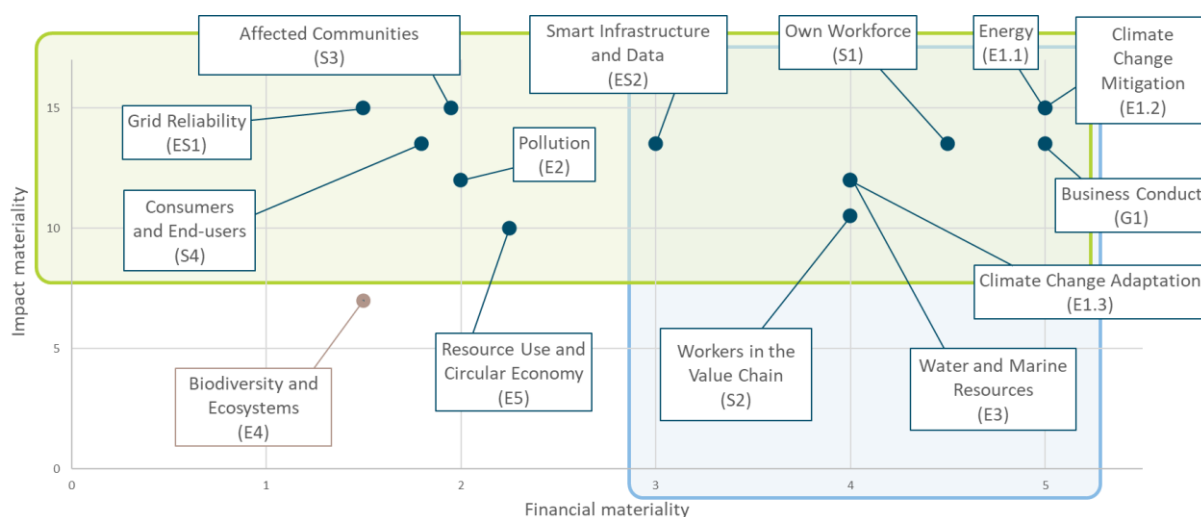
Double Materiality Analysis 2023

Fluvius

Executive summary

In 2023, Fluvius conducted its first double materiality analysis (DMA) anticipating the new CSRD regulations. These new regulations dictate how organisations should report on sustainability and ESG (Environment, Social, Governance). Specifically, organisations must report on topics considered 'material' to them, after having concluded a double materiality analysis. This analysis takes two perspectives into account. Through impact materiality, the organisation's impact within a topic on the environment and society is examined. Financial materiality focuses on potential financial consequences that may arise for the organisation as a result of a sustainability topic. Within these perspectives, impacts (I) and risks & opportunities (RO) respectively, are identified to substantiate the materiality of the topic.

During this process, literature review and internally available documents were used, in addition to gathering information through a workshop with internal experts and through stakeholder interviews. Using these sources of information, a total of 117 positive and negative impacts, risks and opportunities (IROs) were identified, 70 of which were found to be material after a structured evaluation according to the criteria as required within CSRD. It follows that all topics – more specifically the sector-agnostic topics prescribed by CSRD and two entity-specific topics – are material to Fluvius, with the exception of 'biodiversity and ecosystems'. Certain topics are only material from the impact materiality perspective, while others are also financially material. The result is summarised in the materiality matrix below, in which each topic is visualised according to the maximum score on both axes of the IROs for each theme.



The overall result of the study means that Fluvius should report according to all sector-agnostic standards, except E4, according to prescribed *disclosure requirements (DR)* in order to meet CSRD. However, this may be waived for specific DRs if no IRO is related to the subject of the DR.

Additionally, the DMA teaches us what is considered important by stakeholders, and provides an in-depth insight into Fluvius' impacts, risks and opportunities (IRO). Thus, this analysis allows for a strategic and forward-looking approach to be developed in further shaping sustainability within Fluvius, managing the various IROs that way.