



**POLICY USED BY ADMINISTRATION BODIES OF THE COMPANY TO REVIEW  
AND APPROVE OF FINANCIAL INFORMATION**

## 1. INTRODUCTION

The Board of Directors at SOLTEC POWER HOLDINGS S.A., (the “**Company**”) has the responsibility to issue annual financial statements and present them to the General Meeting, as well as to approve of financial information which listed companies are required to disclose periodically.

Additionally, the Audit Board, as a body delegated by the Board of Directors, has the following responsibilities:

- (1) To supervise the process of preparing and submitting financial information;
- (2) To maintain relationships with external auditors so as to be aware of control weaknesses identified by the latter, of aspects which might compromise their independence and of any other issue arising during the audits.

Financial information to be provided to the markets has to be controlled and supervised by the Board, in line with the best regulatory practices and recommendations relating to information.

The Board of Directors expressly declares its willingness to ensure that annual accounts, half-yearly financial statements, intermediate statements and other financial information to be provided to the markets, offers a fair view of the company’s assets, financial situation and individual and consolidated results, in line with applicable accounting practices. Such practices also require the same type of statement describing the evolution, results and position of the company, as well as the risks and uncertainties included within the management report.

## 2. PURPOSE

This Policy aims to establish in-house revision and approval practices applicable to financial information to be provided to markets and regulators by the Company’s Board of Directors and Audit Board.

Based on this policy, the Company can develop the necessary in-house procedures, which should include the following:

- Procedures intended to provide reasonable certainty that information on events and transactions managed by areas which do not hold financial responsibilities, are adequately considered during the financial information preparation process, with the aim to ensure all information on applicable standards is included.
- Procedure to review and control information on the consolidation of the Soltec Group.
- Any other procedure established by the Board of Directors.

### **3. REVIEW OF FINANCIAL INFORMATION FROM THE AUDIT BOARD**

The Financial Statement should be sent directly by the Board of Directors Secretary to Audit Board Members.

In all cases, the Financial Statement has to be reviewed by the Audit Board before submittal to the Board of Directors for approval.

The Audit Board, as part of its review and communication role, shall carry out the following actions:

- Reading the Financial Statement.
- Financial Management shall provide information to make the following possible:
  - ✓ To assess the reasonableness of results evolution, of the financial position and of the main financial statement magnitudes submitted;
  - ✓ To assess the method used to record accounts or break down key events or transactions during the period, and whether such method is in accordance with financial information applicable to the Company;
  - ✓ To assess, if applicable, the impact of changing accounting policies and preparation criteria. If needed, consider the need to clarify previously submitted financial statements;
  - ✓ To get explanations on abnormal fluctuations, main budget lines and any other information which could be contradictory according to the Company's knowledge and understanding of operations;
  - ✓ To get explanations on whether procedures and controls were adhered to, so as to ensure Financial Statement completeness;
- Audit Management shall inform on the following topics:
  - ✓ Results from the latest risk management system and in-house control supervision procedures;
  - ✓ Status of improvement processes associated to weaknesses identified in previous risk management system and in-house control supervision procedures;
- External Auditors who have taken part, shall inform on the following topics:
  - ✓ Work scope;

- ✓ Potential in-house control weaknesses identified during their work, as well as mitigation of their effects;
- ✓ Topics arising from the audit and solutions chosen;
- ✓ Questions discussed with In-house Audit and Financial Management;
- ✓ Questions impacting their work;
- ✓ Review of content included within the statement;
- ✓ All information rendered necessary for compliance with Audit Board responsibilities to remain independent.

The Audit Board could request additional information and clarifications to establish its own criteria and issue the corresponding statement, sharing its conclusions with the Board of Directors.

#### **4. APPROVAL OF FINANCIAL STATEMENTS BY THE BOARD OF DIRECTORS**

The Board of Directors will analyze its content and approve it, if applicable. In case the Board of Directors makes amendments to the Financial Statement, the latter could be subject to analysis and revision by the Audit Board again.

If it were necessary to provide additional information or clarify the information submitted, either because of an explicit request from the Company or out of its own will, a preliminary revision by the Audit Committee should be requested before issuing a favorable statement and getting approval from the Board of Directors.

#### **5. POLICY SUPERVISION AND DISSEMINATION**

Within the framework of its role to supervise the shareholder and investor communication and relationship strategy, the Audit Board shall be the relevant body periodically supervising the application, content and development of this Policy, reporting periodically to the Board of Directors about its findings.