



FOURTH COMMUNICATION ON PROGRESS – ADVANCED LEVEL

CEO RENEWED COMMITMENT TO THE TEN PRINCIPLES

I am happy and proud to reaffirm the commitment of EDF Luminus to the ten United Nations Global Compact Principles that we endorsed in 2013.

We reported every year on our progress since then, reaching Advanced level as early as 2015. Our yearly GRI4-compliant Sustainability report and advanced Ecovadis rating (81/100, compared to a worldwide average of 42/100 among the 31 000 companies evaluated by Ecovadis) demonstrate our commitment to go beyond applicable laws and regulations and to inform stakeholders about our progress.

Out of the four topics highlighted in the Global Compact, I must say Environment is both a challenge and our key achievement. After 2015, 2016 was the warmest year on record. In the face of this unprecedented climatic challenge, our first priority is to help our customers reduce their energy consumption, ecological footprint and bill. For the remaining consumption, we aim to offer our customers CO2-free electricity solutions. In 2016, many projects were undertaken in this area.

Our subsidiary EDF Luminus Solutions has already won two tenders for energy performance contracts. We will thus refurbish the heating systems for the 2500 flats of the Foyer Anderlechtois – an investment which guarantees an energy bill reduction of 20%. We will also renovate the energy systems of 14 school premises in the Province of Liege, as part of a RenoWatt project. In this case, we guarantee a reduction in consumption of more than 30%. We have also begun work to transform the KRC Genk football stadium, renamed Luminus Arena, as the first CO2-neutral Belgian stadium. Many other companies now benefit from our large energy services range, including Spa, AB InBeV, Recibois, etc.

In the residential sector, sales of energy services have also experienced a big success, in particular for the installation and maintenance of high-performance boilers. We had more than 150,000 customers for this activity by the end of 2016. We can also offer our customers a 100% green, 100% Belgian energy, thanks to our #BeGreen product.

Furthermore, our customers can participate directly in the development of our wind energy park by purchasing shares in the EDF Luminus Wind Together cooperative.

In 2016, EDF Luminus invested a record 82 million euro in renewable energy only. Increasing our wind installed capacities represented 56% of our total investments in 2016. Our teams worked very hard to maintain our leadership in onshore wind energy, with 292MW installed, and we can rely on a well filled project portfolio to continue our growth. We have also continued to invest in our hydroelectric plants, in order to increase their lifecycle, and in our thermal units, to reduce their emissions and increase their flexibility. And we continued to extend the surfaces dedicated to biodiversity on our own sites, both on a voluntary and mandatory basis.

Along with this, we are extremely pleased to report that there were no lost-time accidents in 2016 and none so far in 2017; that is a total of 3 years without LTIs. No formal grievances relating to human rights, discrimination, environment or corruption have been recorded in 2016. On March 2016, the Executive committee of EDF Luminus committed formally to promote managerial diversity and specific training actions have been implemented for HR teams and middle management since October 2016.

Thus, both our strategy and our practices allow us to contribute to the UN Sustainable Development Goals, especially goals 3 (good health & well-being), 5 (gender equality), 7 (affordable and clean energy), 11 (sustainable cities and communities) 12 (responsible consumption and production), 13 (climate action), 14 and 15 (protection of life below water and on land).

With our strong commitment to transparency and accountability, we commit to remaining keen participants to the Global Compact and publish our 2017 COP in line with the requested guidelines. This fourth COP includes, directly or via a reference to our 2016 Sustainable Development report:

- the current statement expressing continued support for the Global Compact Principles,
- a description of the practical actions the company has taken to implement the Principles in each of the four issue areas (human rights, labor, environment, anti-corruption),
- and a measurement of the outcomes.



Grégoire Dallemagne

CEO

On behalf of LMAS sprl