



# Overview of agreement on RWE's lignite phase-out

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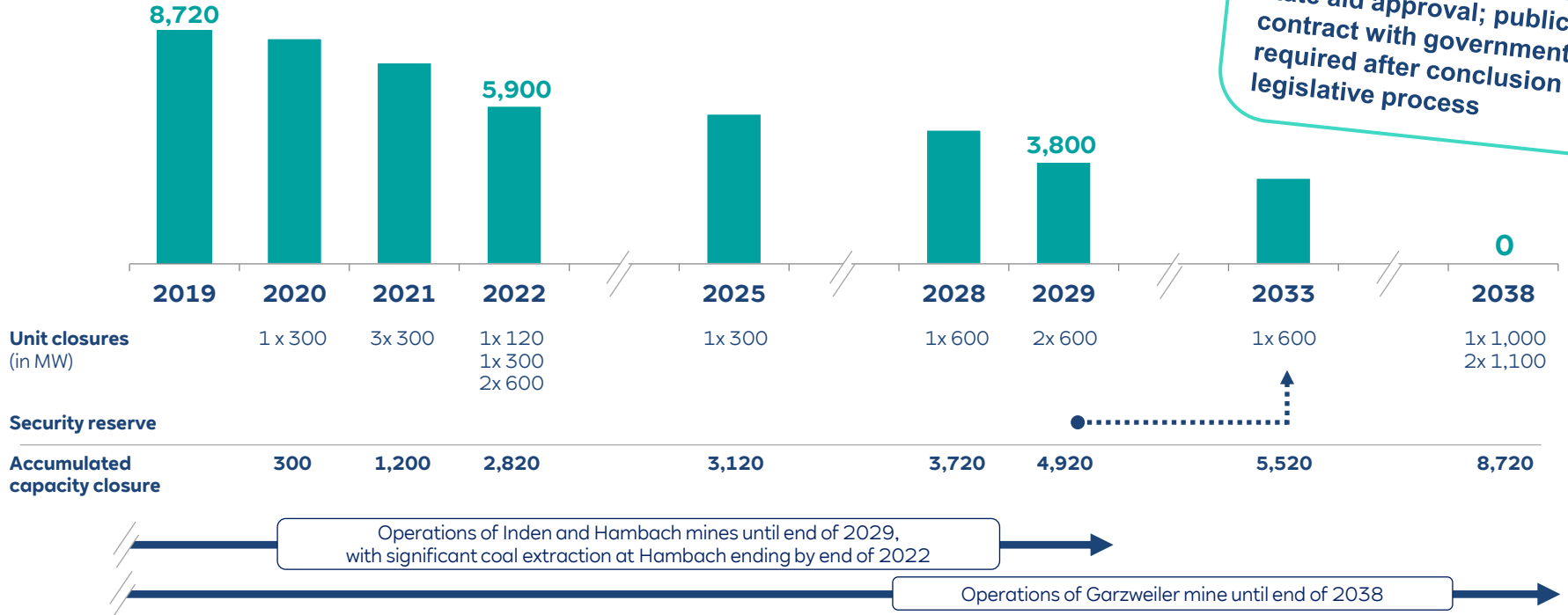
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# Agreed closure plan for RWE's lignite operations

Year-end installed capacity (MW)<sup>1</sup>

Subject to signing of term sheet ahead of Cabinet decision as well as RWE board approval as well as EU state aid approval; public law contract with government required after conclusion of legislative process



<sup>1</sup> Excludes 1.5 GW already placed in security reserve

# Overview of financial impact on RWE

- Increase of mining provisions due to higher costs for revised mining and recultivation plan, in particular the preservation of Hambach forest, and changed maturity profile ~€2.00 billion
  - Impairment of power plants and lignite mines ~€0.50 billion
  - Provisions for personnel restructuring to be borne by company ~€0.35 billion
- Balance sheet impact as of 31 December 2019** ~**€2.85 billion**
- Implementation expenditure to enable revised operations of lignite system (will become P&L and capex effective over time) ~€0.65 billion
- Total financial impact on RWE** ~**€3.50 billion**

Compensation paid to RWE over 15 years

€2.60 billion

In addition, state will pay adjustment allowance directly to affected employees

**RWE**

