

17 July 2026

Agenda and Explanatory Notes of the Extraordinary General Meeting

of

Pepco Group N.V.

on

2 September 2026 at 1.00 p.m. (CEST)

Agenda and Explanatory Notes of the Extraordinary General Meeting (the **EGM**) of Pepco Group N.V. (the **Company**) which will be held at 1.00 p.m. CEST on 2 September 2026.

This document provides you with a description of the agenda items to be considered during the EGM. It is indicated on the agenda when an item is for your voting at the EGM. We encourage you to read this information carefully and note that the recommendation of the board of directors of the Company (the **Board**) is to vote in favour of the proposals.

All information regarding the EGM can be found at www.pepcogroup.eu.

Agenda

1. Opening
2. Additional authorisation of the Board to have the Company acquire up to 10% of the ordinary shares in its own capital (**voting item**)
3. Amendments to the Company's Directors' Remuneration Policy (**voting item**)
4. Amendments to the Pepco Group N.V. Share Matching Plan (**voting item**)
5. Any other business
6. Closing of the meeting

Explanatory Notes to the Agenda

Item 2: Additional authorisation of the Board to have the Company acquire up to 10% of the ordinary shares in its own capital (voting item)

At the Company's latest annual general meeting, held on 11 March 2026, the Board was authorised to resolve on the acquisition by the Company of its own fully paid-up shares, up to a maximum of 10% of the issued share capital on the date of such annual general meeting (the **AGM Authorisation**).

As announced on 28 July 2026, the Company has launched a revised pro-rata tender buyback for ordinary shares in its share capital (the **Tender Offer**), scheduled to be completed on or around 17 August 2026. The available capacity under the AGM Authorisation is expected to be fully, or substantially fully, used for implementation of the Tender Offer. It is envisaged that the shares to be acquired under the Tender Offer will, subject to applicable creditor opposition periods under Dutch law, be cancelled promptly after the completion of the Tender Offer, or to the extent applicable, used to satisfy vested share awards under the Company's share award programmes.

Against this background, the Board considers it appropriate to seek an additional authorisation that will enable the Board to resolve on the acquisition by the Company of its own fully paid-up shares, also after completion of the Tender Offer. Such authorisation will ensure that the Company retains the flexibility to act promptly and efficiently should attractive opportunities for further share repurchases arise following completion of the Tender Offer.

It is therefore proposed to, with effect from the date of the EGM, authorise the Board for a term of 18 months from 11 March 2026, to resolve on the acquisition by the Company of its own fully paid-up shares from time to time in the future, up to a maximum of 10% of the issued share capital on the date of the EGM, either through purchase on a stock exchange or otherwise. Such authorisation will only be sought if the Tender Offer has completed on or around 17 August 2026. To the extent the Tender Offer has not completed by such date, Item 2 will be withdrawn.

The minimum price which the Company may pay for each share to be acquired will be the nominal value of such share. The maximum price, excluding expenses, which the Company may pay for each share to be acquired, will be an amount equal to 110% of the market price of the ordinary shares.

The market price is defined as the higher of (i) the price of the ordinary shares on the Warsaw Stock Exchange at the time of repurchase and (ii) the closing price of the ordinary shares on the Warsaw Stock Exchange on the trading day prior to the date of acquisition.

In case of a self-tender offer or an accelerated repurchase program, the Board may decide that the market price is defined as the arithmetic average of the daily VWAP (volume-weighted average price) of the ordinary shares on the Warsaw Stock Exchange over a period of at least one trading day.

Any determination of any foreign exchange rate, where applicable, will be based on the information as provided by a source as selected by the Board.

If adopted, the proposed authorisation will be additional to the AGM Authorisation and not replace it.

Item 3: Amendments to the Company's Directors' Remuneration Policy (voting item)

The non-executive members of the Board have decided to propose to amend selected items of the existing remuneration policy for the members of the Board (the Directors' Remuneration Policy) in accordance with article 14, paragraph 9, of the Articles of Association.

The existing Directors' Remuneration Policy was approved by the annual general meeting held in 2023 and amended by the general meetings held in March 2024 and March 2025.

It is proposed that the general meeting amends the Directors' Remuneration Policy as follows:

- amend the policy to provide that the Company may meet or reimburse mandatory health insurance or equivalent statutory contributions that a Non-Executive Director is required to pay in their country of residence in connection with the fees they earn as a Non-Executive Director; and
- amend the Share Matching Plan (the SMP) as described below in Item 4 of these Explanatory Notes.

The Board's rationale for the changes is to ensure the Pepco Group N.V. Directors' Remuneration Policy allows the Company to attract and retain the best global talent.

A copy of the Pepco Group N.V. Directors' Remuneration Policy that reflects all of the proposed amendments is attached at Annex 1 to this Notice.

Item 4: Amendments to the Pepco Group N.V. Share Matching Plan (voting item)

This voting item seeks approval from the general meeting to amend the Pepco Group N.V. Share Matching Plan (the SMP) for the Company's employees (including Executive Directors).

Employees invited to participate in the SMP may invest up to two times their base salary in shares within a 12-month period (or such other period as the Board may determine) and be granted a matching award that gives them the right to receive matching shares at the end of a performance period, subject to the achievement of certain share price hurdles. The total number of matching shares under the matching award may be up to 11.5 times the number of invested shares in aggregate.

Key amendments to the SMP being proposed are as follows:

- provide greater flexibility in setting the length of: (i) performance periods to satisfy the applicable share price hurdles (which remain unchanged in existing awards); and (ii) the holding periods for matching shares;
- "change of control" definition to be updated to refer to a third party acquiring more than 50% of the Company's shares, or the IBEX Group owning more than 85% of the Company's shares; and
- Dividend equivalents shall be paid in respect of any unvested matching shares that have satisfied the performance conditions.

A copy of the amended SMP as proposed for approval can be found at www.pepcogroup.eu.

ANNEX 1 - Directors' Remuneration Policy

Directors' Remuneration Policy

(adopted at the AGM 2 February 2023, amended at the AGM 15 March 2024, amended at the EGM 6 June 2024, and amended at the AGM 12 March 2025)

Amendments proposed 2 September 2026

This document sets out the remuneration policy for Pepco Group N.V. (the Company) as revised and adopted by the General Meeting on 2 September 2026 (the Policy). The Policy is a revision of the remuneration policy adopted during the annual general meeting (AGM) of 2 February 2023. Policy revisions have been made to permit reimbursements to the Non-Executive Directors for statutory contributions that may arise in certain jurisdictions in respect of their fees and to amend the Share Matching Plan (the SMP) to incorporate certain changes, including flexibility in setting the performance periods for satisfying applicable share price hurdles, setting holding periods, modification of the change-of-control provisions, and permitting the payment of dividends on Match Shares which have fully satisfied their applicable price hurdles. References to the Value Creation Plan, a legacy arrangement with no outstanding awards, have also been removed.

The Policy will be reviewed and (re-)adopted by the General Meeting at least every three years, requiring a simple majority decision of the General Meeting. Annually the Board will report to the General Meeting on the manner in which the Policy was implemented with respect to the remuneration of the Directors during the past financial year. The General Meeting has an advisory vote on the remuneration report.

Introduction

The Policy is designed to incentivise and reward long-term, sustainable growth of the Company.

The Policy contributes to the business strategy, the long-term interests, and the sustainability of the Company by:

- providing remuneration opportunities that are intended to attract and retain qualified Directors;
- including performance measures and targets that are aligned with the business strategy;
- enabling the Remuneration Committee to recover payments made in circumstances that did not warrant the payment;
- balancing the levels of fixed and variable pay in a manner suitable to the Company's circumstances;

- delivering the long-term incentive element in shares and requiring demanding levels of shareholding to be built and maintained by Directors; and
- being satisfactorily tested against the following six factors:
 1. **Clarity** – the Policy will be as clear as possible and the implementation will be described in straightforward concise terms to stakeholders, including shareholders and the workforce, annually in the remuneration report.
 2. **Simplicity** – remuneration structures are as simple as possible, whilst at the same time incorporating the necessary structural features to ensure a strong alignment to performance and strategy and minimising the risk of rewarding failure.
 3. **Risk** – the Policy has been shaped to discourage what, in the Board's judgement, would be inappropriate risk taking and enhance sustainability through a weighting of incentive pay towards long-term incentives, and a balance between financial and non-financial measures in the annual bonus.
 4. **Predictability** – elements of the Policy are subject to caps and dilution limits. The Remuneration Committee may exercise its discretion to adjust the outturn if a formula-driven incentive payout is inappropriate in the circumstances. However, all payments made to Directors will be made in line with the Policy in force at the time, unless it is necessary to deviate from applying the Policy to ensure the long-term interests and stability of the Company or for its profitability, in which case the Company may temporarily deviate from applying the Policy in relation to the relevant individual. In all other cases specific shareholder approval will be sought prior to any payments or awards being made outside of the Policy.
 5. **Proportionality** – there will be a sensible balance between fixed pay and variable pay and incentive pay may be weighted to sustainable long-term performance. Incentive plans may be subject to performance conditions that consider both financial and non-financial performance linked to strategy and sustainable long-term value creation and stability. Outcomes will be structured to avoid rewarding poor performance.
 6. **Alignment to culture and values** – the Remuneration Committee considers Company's culture and wider workforce policies and pay levels when shaping and developing executive remuneration policies to ensure there is coherence across the organisation whilst avoiding discrimination. There is an emphasis on fairness of remuneration outcomes across the workforce and in the context of wider society. The discretions afforded to the Remuneration Committee enable it to amend the formulaic outcomes from incentives in several circumstances and they will enable it to take these issues into account.

The Remuneration Committee considers the way that employees in the Group are remunerated in applying the Policy.

The Remuneration Committee is also conscious of the Group's identity, mission, values, customer viewpoint and culture in making its decisions in relation to the implementation of the Policy each year.

It receives periodic updates on these factors from within the Group and seeks external advice when it is felt to be relevant.

The values of **simplicity**, **integrity** and **teamwork** are themes running through how the Policy operates, with shareholder alignment through equity-based incentives and shareholder value creation emphasising the fourth value of **enterprise** for the talented executives leading the Group's businesses.

The Policy will apply to all remuneration arrangements for Directors unless it is necessary, for the long-term interests and stability of the Company or for its profitability, to temporarily deviate from applying the Policy in relation to the individual covered by the Policy.

Remuneration components for the Executive Directors

The following elements of the Policy have been designed to be related to relevant market levels and complement one another. Each element of remuneration has a specific role to play and does not duplicate another as described below.

Base salary

Base salaries will be determined considering several factors including the Director's role, experience and skills, and market data.

Increases will generally be in line with the increase for the rest of the workforce, but the Remuneration Committee retains the discretion to increase salaries above this rate where appropriate (for example a material change to the scope of the role, or where the salary is out of line with market levels).

Individuals who are recruited or promoted to the Board may, on occasion, have their salaries set below the targeted Policy level until they become established in role. In such cases, subsequent increases in salary may be higher than the average until the target positioning is achieved.

Pension and benefits

Executive Directors may receive a separate pension entitlement either in the form of participation in a defined contribution pension scheme with up to 5% employee and 8% employer contribution

or cash in lieu of pension at a rate of 13% of base salary, consistent with that of the wider workforce. Any changes in the workforce pension arrangements may be reflected in Executive Director remuneration. Executive Directors are eligible to receive other benefits including the same benefits offered to the general workforce.

Variable remuneration

The Executive Directors are eligible to receive short-term and long-term variable remuneration. Payment of the remuneration is dependent on the achievement of pre-established financial and non-financial targets. Both the short and long-term incentives are linked to predetermined, measurable objectives which may be key performance indicators and correlate with the business strategy. Performance targets are set at a level to maintain good financial health enabling the Company to perform well, deliver shareholder returns and invest sustainably to achieve the strategic goals.

Scenario analyses are considered to assess the relationship between the performance criteria chosen and the possible outcomes for the variable remuneration of the Executive Directors to ensure a link between remuneration and performance. The outcome is used to verify whether chosen performance criteria sufficiently support the Company's strategic objectives and are appropriate under both the short-term and long-term incentive components of total remuneration.

Annual bonus plan

The objectives of the annual bonus plan are to align the interests of Executive Directors to those of the Company and deliver reward only where performance warrants it. This is achieved through the performance measures selected and the targets that determine how much of the annual bonus will be earned in any year. Performance measures are aligned to the business strategy and stretching target ranges are set in the context of the business' challenges for the year.

The bonus payable to any Executive Director will be a maximum of 150% of base salary. The annual bonus will be paid entirely in cash following the determination of the performance targets being met.

Bonus payouts will be determined on the satisfaction of a range of key financial and personal/strategic objectives set annually by the Remuneration Committee. No more than 20% of the overall bonus opportunity will be payable by reference to performance against personal and strategic targets.

Key financial measures will comprise of any combination of EBITDA, return on investment, cash flow and other corporate financial measures may make up the financial element of the bonus, which will be at least 80% of the overall opportunity. Bonus targets used will be disclosed in

the relevant Directors' remuneration report in the following year, subject to issues of commercial sensitivity.

The Remuneration Committee relies on the financial results from the audited accounts and assesses any non-corporate financial performance targets using its judgement and at times the expertise of independent advisors or recommendations from the Company's Non-Executive Directors. It may also rely on calculations performed by the internal audit function.

Discretion to adjust the provisional bonus outturn may be exercised in cases where the Remuneration Committee believes that it would be appropriate to ensure that the amount of any bonus is reflective of the underlying business performance of the Group and/or wider circumstances.

Long-term incentive plans (LTIPs)

The Group will have 2 long term incentive plans for Executive Directors, namely; PSP (Performance Share Plan, and previously referred to as the LTIP): introduced for the 2023-24 financial year for the Executive Directors and other employees. It has a 3 year performance period.

SMP (Share Matching Plan): introduced in 2024 to allow Executive Directors and other employees to directly invest in Pepco shares and receive a certain number of matching shares. A participant can generally only receive their matching shares after the applicable performance period.

Participation in the LTIP plans is aimed at driving long-term sustainable growth and value creation by rewarding the achievement of multi-year strategic objectives that are critical to the Company's success, while supporting the retention of key leadership talent.

Malus and clawback

Malus and clawback provisions apply to the awards.

PSP

Under the PSP, individuals are granted awards either as performance share awards or restricted stock units (RSUs). The maximum market value of shares that may be awarded to any one participant in each year is 300% of base salary. Performance share awards will have performance conditions that are normally assessed over three years. Awards may be subject to a holding period and a holding period of two years will apply to Executive Directors.

SMP

The SMP allows individuals to invest in Company shares and, subject to the achievement of share price hurdles over the applicable performance period, to receive matching shares. Participation,

investment limits, the applicable share price hurdles, the matching ratios and the vesting and holding periods are governed by the rules of the SMP as amended from time to time.

Recovery and withholding provisions

In accordance with the Dutch Civil Code, the Non-Executive Directors will be entitled, on behalf of the Company, to recover variable payments paid to Directors, in full or in part, to the extent that payment thereof has been made based on incorrect information about the realisation of the underlying goals or about the circumstances from which the entitlement to the bonus arose.

Furthermore, under the terms of the relevant variable remuneration, the Non-Executive Directors may adjust the outcome of variable remuneration to an appropriate level if the Non-Executive Directors consider the payment of the variable remuneration to be unacceptable according to the requirement of reasonableness and fairness. Any application of clawback or discretion will be disclosed and explained in the relevant company's annual remuneration report. The recovery and withholding provisions applying to any new LTIP will be considered before implementation to ensure compliance with law and relevant market practice at the time.

Shareholding requirements

During employment, Executive Directors are required to build and maintain a shareholding equivalent to 300% and 200% of their base salary for the CEO and other Executive Directors respectively.

Executive Directors will be encouraged to build up their shareholding over time by retaining at least 30% of the net of tax (and social security) value of shares received under the incentive plans until the requirement is met.

Recruitment policy

Consistent with market practice, remuneration packages for any new appointments to the Board (including internal hires) will be set in line with the Policy. For external appointments, the Company recognises that it may need to provide remuneration for forfeited awards from the previous employer (buy-out awards). To the extent possible, the design of buy-out awards will be made on a broadly like-for-like basis and shall be no more generous than the terms of the incentives it is replacing, taking into account the performance conditions attached to the vesting of the forfeited incentives, the timing of vesting and the likelihood of vesting. If an Executive Director relocates to perform their role, additional support may be provided for a defined period of time (including, but not limited to, temporary accommodation, flights, immigration assistance and relocation allowance). For internal appointments, existing legacy arrangements deviating from the Remuneration Policy may be honoured subject to approval by the Remuneration Committee.

Termination of employment policy

Executive Directors have a service contract requiring up to twelve months' notice of termination from either party. The Company may, at its sole discretion, terminate the contract immediately, at any time after notice is served, by making a payment in lieu of notice equivalent to salary, benefits and pension, with any such payments normally being paid in monthly instalments over the remaining notice period. Payments would be reduced to offset earnings from other employment. In addition, and consistent with market practice, the Company may pay a contribution towards the Executive Director's legal fees for entering into a settlement agreement, may pay a contribution towards fees for outplacement services as part of a negotiated settlement, or may make a payment to compromise claims the Executive Director may have. There is currently no provision for additional remuneration on termination, following a change of control. Payment may also be made in respect of accrued benefits, including untaken holiday.

Treatment of other elements of the Policy (including the annual bonus) will vary depending on whether an Executive Director is defined as a "good" or "bad" leaver. Bad leavers will not be eligible to receive an annual bonus payout and outstanding awards will lapse. However, in certain circumstances, at the discretion of the Remuneration Committee, good leaver status may be applied. Good leavers will generally be eligible to receive an annual bonus payout and any outstanding LTIP awards, in each case subject to the terms of their individual award agreements. The annual bonus, SMP and LTIP awards will be subject to the satisfaction of the relevant performance criteria tested at the normal date and, ordinarily, the outcome will be calculated on a time pro-rata basis. The Remuneration Committee will have the ability to allow the awards to vest with no time pro-rating.

All-employee share plans

The Executive Directors are eligible to participate in any all-employee share plan operated by the Company. Participation will be capped by the limits imposed by any relevant tax authorities in relation to the respective plan that might be operated.

Discretions retained by the Remuneration Committee

The Remuneration Committee may apply discretion when permitted by the various plan rules in operating the various incentive plans including in relation to:

- determining vesting under the incentive plans;
- determining the status of leavers and, where relevant, the extent of vesting;
- determining the payments due in the event of a change of control;

- making appropriate adjustments required in certain circumstances (e.g. rights issues, corporate restructuring events, variation of capital and special dividends); and
- adjusting existing targets if events occur that cause the Remuneration Committee to determine that the targets set are no longer appropriate and that amendment is required so the relevant award can achieve its original intended purpose.

To the extent discretion is applied in a year, this will be disclosed in the relevant Directors' remuneration report.

Statement of conditions elsewhere in the Company

The Remuneration Committee will consider pay and employment conditions across the Company when reviewing the remuneration of the Executive Directors. In particular, the Remuneration Committee will consider the range of base pay increases across the Group as well as wider workforce remuneration and related policies.

Consideration of shareholder views

The Remuneration Committee will take the views of stakeholders, including shareholders, seriously and these views will be taken into account in shaping Policy and practice. Shareholder views will be considered when evaluating and setting remuneration strategy and the Committee commits to consulting with key shareholders prior to any significant changes to its Policy.

Non-Executive Directors

The Chair of the Board receives an all-inclusive fee of £250,000 gross. Other Non-Executive Directors (other than those nominated by the Company's majority shareholder) are paid a base fee of £78,000 gross and the following additional fees:

- Membership of a Board Committee (non-chair position only): £7,000 gross per annum per Board Committee;
- Chair of the Audit Committee: £28,000 gross per annum;
- Chair of the Remuneration Committee: £23,000 gross per annum;
- Chair of the Nomination Committee: £18,000 gross per annum; and
- Senior Independent Director and/or Vice-Chair: £18,000 gross per annum.

The fees for the Chair of the Board, Non-Executive Directors, members and Chairs of Board Committees and the Senior Independent Director will be subject to annual review providing for increases normally up to the increase for the workforce but with the Board retaining the discretion to increase fees above this rate where appropriate (for example a material change to the scope of the role), or where the fee is out of line with market levels.

Reasonable expenses incurred in carrying out their duties may be reimbursed including any personal income tax payable by the Non-Executive Directors because of reimbursement of those expenses. In addition, the Company may meet or reimburse mandatory health insurance or equivalent statutory contributions that a Non-Executive Director is required to pay in their country of residence in connection with the fees they earn as a Non-Executive Director. Fees are reviewed periodically.

Non-Executive Equity Plan

The 2025 Pepco Non-Executive Equity Plan is proposed to be introduced following the 2025 AGM to grant awards over shares (normally in the form of RSUs or options) to Non-Executive Directors who are not nominated by the Company's majority shareholder. An award will normally vest conditional upon continued service, in equal instalments on the date of each of the first, second and third AGM following the grant date. Awards will not be subject to any performance conditions. At the date of grant, the Board may determine whether to impose a post-vesting holding period. The Board may grant awards of up to €1 million in aggregate grant date value to any particular Non-Executive Director. If a Non-Executive Director leaves as a non-approved leaver (generally if they resign from the Company without the Board's consent or if the Director's appointment is terminated for misconduct), any unvested award will lapse. If a Non-Executive Director ceases to be a Director of the Company before the award vests in other circumstances, they may be entitled to retain the award at the Board's discretion.

Severance arrangements

The Chair of the Board and other Non-Executive Directors (other than those nominated by the Company's majority shareholder) have letters of appointment with an initial three-year term or such other term as considered appropriate. The letters of appointment may require up to six months' notice of termination by either party. The Company may, at its sole discretion, make a payment in lieu of notice equivalent to base salary for the duration of the notice period.