Madrileña
RED DE GAS



1st Half year 2025

Semi-annual Results

October 2025

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Executive summary

First Half 2025 Performance	▪ **Natural gas volume** distributed through the network increases **+ 8% compared to the previous year** ▪ As of June 2025, the company has reached **906.289 natural gas connection points (+ 0.1% YoY)** ▪ **Consolidated EBITDA amounting to €53.1m,** +0.3% compared to previous year, driven by higher volumes and cost efficiencies. ▪ **Free cash flow c.€71m, +26%** higher than preceding year mainly explained by a greater reduction in tariff deficit position compared to prior year's same period.
ESG committed	▪ **ESG score**: for the second consecutive time, MRG has achieved 5/5 stars and 100/100 points in GRESB maintaining the **Top 1 position** in all GRESB indicators **in 2025**. ▪ MRG achieved a **15% reduction in its carbon footprint in 2024** compared to the previous year. This reflects the effectiveness of the actions implemented to mitigate emissions.
Financial policy and Financing structure	▪ **The refinancing of the €300M bond due in April 2025 has been successfully executed** via the utilization of a €180M loan facility and available cash reserves, in line with the deleverage strategy. ▪ A **partial repayment of the €180M loan was carried out in June 2025 for €15m**, consistent with the scheduled deleveraging plan. ▪ **Excellent liquidity position**; cash position of €60m as of June 2025 plus €75m of undrawn RCF facility. ▪ **Strong shareholder commitment to investment grade rating**: • In March 2025, the S&P credit rating was reaffirmed at BBB- and the credit outlooks on the three Spanish Gas Distributors were revised to negative from stable • In June 2025, DBRS reaffirmed the credit rating at BBB with stable trends

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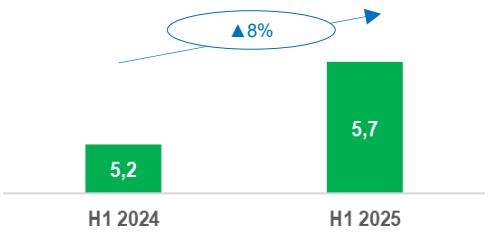
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Operational overview

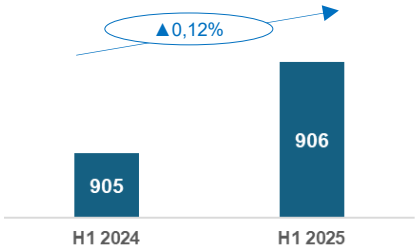
		YTD (6 months ending on Jun, 30th 2025)		
		Y-1	Actual	Variation
System demand (*)	*TWh*	118,6	115,3	-2,8%
Domestic + Commercia	*TWh*	28,6	30,9	8,2%
Industrial	*TWh*	90,1	84,4	-6,3%

(*) Source: "Progreso mensual de la Demanda - Junio 2025" Enagas - GTS.

Demand evolution* (TWh)



Connection Points evolution* ('000)



Comments

- Net growth remains steady with 906,289 connection points (+0.12% compared to previous year).
- **Distributed demand as of June of 5.7TWh** (+8%) compared to previous year, which is in line with the domestic and commercial system demand evolution.

Key drivers of growth:

- **Development of IT tools** for our commercial channel to identify potential new customers.
- **Good technical and commercial performance in the LPG conversion**, reaching 892 connection points converted into natural gas.
- **The acquisition to Aliara GLP of additional LPG connection points** for conversion into natural gas.
- **Enter into new Municipalities:** Moralzarzal, Los Molinos, Soto del Real, and Casarrubuelos.
- **Commercial campaigns** in tertiary, commercial and high consumption sectors along with natural gas prices stabilization.

Renewable gases initiatives:

- Involved in the **construction of all third parties network linked to the new urban developments ready for renewable gases**.
- Working on nearby areas of the MRG network to **participate in biogas projects**. i.e. Alcalá de Henares biomethane plant.
- **INSPIRA project - Project to decarbonize public urban mobility in the Madrid** region and extending the use of green H2 to all productive sectors. Work in progress.
- Development of **several initiatives focused on the promotion of hydrogen boilers** as a decarbonizing solution for heating and hot water in households and the **promotion of hydrogen for vehicles**.

*Natural gas distributed demand from January to June.

*Connection points as of June.

H1 2025 Key Financials

Income Statement (1) - €million

6 month period ending 30 June	2024	2025	% var.
Remuneration	57,9	58,1	1%
Other regulated revenue	9,9	7,8	-21%
Other revenue	10,4	10,2	-2%
Total Revenues	**78,1**	**76,1**	-3%
EBITDA	**53,0**	**53,1**	0,3%

Comments

- The EBITDA as of June 2025 amounted to €53.1 million remaining similar to the result for the same period of the previous year

The main variations are explained by:

- Despite the gradual regulatory adjustment of the regulatory period 21-26 is higher in 2025 than in 2024, the remuneration is higher driven by higher volumes and growth
- Lower income from other regulated activities, mainly due to the seasonality of the planned periodical inspections to be executed within the five years cycle

Cash Flow Statement (1) - €million

6 month period ending 30 June	2024	2025	Var %
EBITDA	53,0	53,1	0,3%
Income tax paid	(0,7)	(1,2)	56%
Working capital	2,4	0,1	-97%
Tariff Deficit	7,2	23,0	>99%
Capex	(5,7)	(4,3)	-25%
Recurring Free Cash Flow	**56,2**	**70,8**	**26%**

- As of June 2025, recurring free cash flow amounted to €70.8 million, representing a 26% increase (€14.6 million) compared to the previous year

The main variations are explained by:

- The tariff deficit : although the tariff deficit figure is temporary, it showed a reduction compared to same period of the previous year by €15.8 million
- Capex: lower capital expenditure is primarily due to the slower pace of converting LPG connection points to natural gas compared to previous year

(1) Unaudited IFRS Consolidated Financials

H1 2025 Key Financials

Balance Sheet (1)- €million

	Dec. 2024	Jun. 2025	Var
Total Network Fixed Assets	1.881	1.871	(10)
Deferred Tax Asset	14	14	(0,02)
Other Non-Current Assets	3	3	0,1
Current Assets	46	21	(25)
Cash and cash equivalents	127	60	(67)
Total Assets	**2.070**	**1.968**	**(102)**
Total Shareholders Equity	**788**	**809**	**21**
Long Term Debt	597	777	180
Deferred Tax	327	331	5
Other Non-Current liabilities	30	30	0,1
Current Liabilities	329	21	(308)
Total Liabilities & Shareholders' Equity	**2.070**	**1.968**	**(102)**

Consolidatd financial statements.

Comments

Balance sheet as of June 2025, shows the following:

- Current assets variation: mainly explained by the reduction in the credit position with the system, due to an improvement in the system's deficit position compared to December 2024.
- Change in the cash position following the execution of the planned deleveraging strategy, which includes the repayment of €300 million from the bond maturing in April 2025, and the issuance of a €180 million loan initially maturing in October 2027, which has been recently extended to October 2028.

MRG Group capital structure - €million

	Apr-29 Note	Mar-31 Note	RCF	Bank debt	Bank debt
Issuer	MRG Finance, B.V.	MRG Finance, B.V.	MRG, S.A.U.	Elisandra Spain V, S.L.U.	Elisandra Spain V, S.L.U.
Guarantee	Elisandra Spain V, S.L.U.	Elisandra Spain V, S.L.U.			
Issuance amount	€300m	€75m	€75m*	€225m	€165m
Maturity	April 2029	April 2031	February 2027	August 2027	October 2028
Pricing	Fixed 2.250%	Fixed 3.500%	Euribor + margin	55% Fixed 45% Eur + margin	Euribor + margin
Ranking	Senior	Senior	Senior	Senior	Senior

*Undrawn.

- The €180 million Term loan was partially repaid for €15million in July, 2025. The current outstanding balance is €165milllion.
- In March 2025, the S&P credit rating was reaffirmed at BBB- and the credit outlooks on the three Spanish Gas Distributors were revised to negative from stable, on regulatory reset risk and deleveraging challenges.
- In June 2025, DBRS reaffirmed the credit rating at BBB with stable trends.
- MRG group gross debt remains stable. Financing structure underpinned by different tenors, spreading maturities and reducing refinancing risk
- Undrawn Revolving Credit Facility available up to €75 million, reinforces cash reserves.
- MRG is committed to a resilient and flexible financial policy framework that supports an investment grade rating, to maintain investor, creditor and market confidence and to ensure the sustainability of future business.

(1) Unaudited IFRS Consolidated Financials

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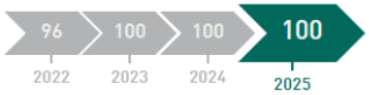
ESG Achievements: GRESB score

GRESB 2025 Score

GRESB Rating: 5/5



Participation & Score

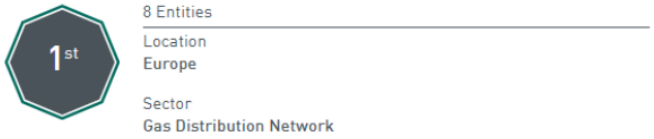


Nature of Ownership:
Private (non-listed) entity

Sector:
Gas Distribution Network

Location:
Spain

Peer Group Ranking



Rankings

Guidance

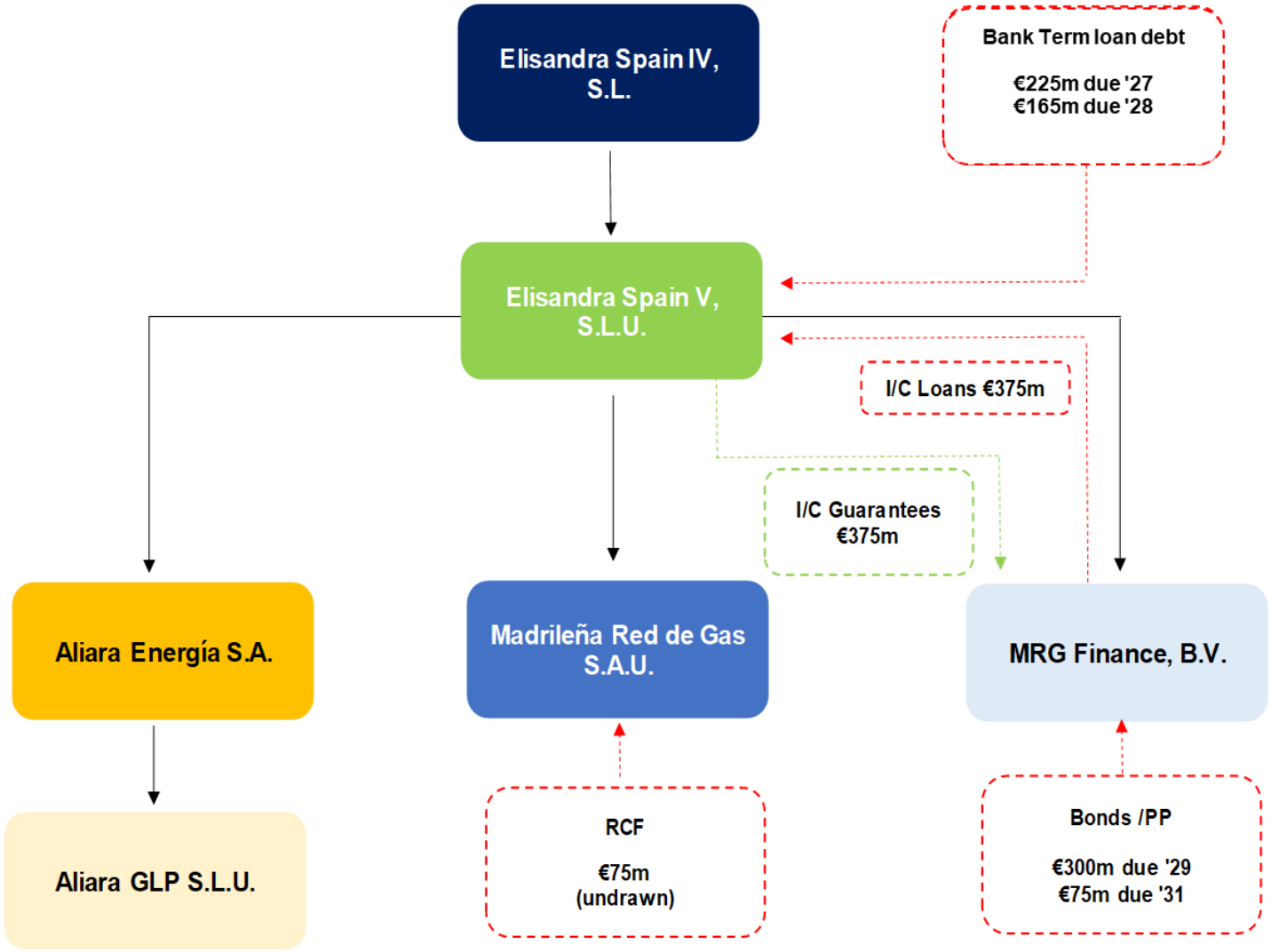
1st GRESB Score — Out of 650	1st GRESB Score within Network Utilities: Gas Distribution Companies / Europe / Private (non-listed) — Out of 8	1st GRESB Score within Network Utilities: Gas Distribution Companies — Out of 17
1st Management Score — Out of 652	1st GRESB Score within Network Utilities: Gas Distribution Companies / Europe — Out of 8	1st Management Score within Network Utilities: Gas Distribution Companies — Out of 17
1st Performance Score — Out of 651	1st GRESB Score within Private (non-listed) — Out of 509	1st Performance Score within Network Utilities: Gas Distribution Companies — Out of 17

- GRESB score of **100 points** over 100 possible and 5 stars (maximum level), which breakdown to:
  - Environmental: 27/27
  - Social: 45/45
  - Governance: 28/28
- MRG repeats its results for another year, remaining in **first position** in **all the indicators**. MRG has achieved the **best ESG results in the whole universe of GRESB.**
- **GRESB infrastructure sector leader in 2025,** maintaining this recognition from last year.



Annexes

Corporate structure



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