

**Excerpt from the minutes of the meeting of the Risk Committee
of IRGiT S.A.
held on 21 December 2022**

Attendees¹:

Risk Committee Members:

1. Tomasz Wieczorek – Committee Chairman, Representative of IRGiT
2. Iwona Ustach – Committee Member, Representative of Izba Domów Maklerskich (Chamber of Brokerage Houses)
3. Leszek Prachniak – Committee Member, Representative of Towarowa Giełda Energii S.A. (Polish Power Exchange)
4. Arkadiusz Wronka – Committee Member, Representative of Towarzystwo Obrotu Energią (Association of Energy Trading)
5. Paweł Lont – Committee Member, Representative of the European Federation of Energy Traders
6. Maciej Maciejko – Committee Member, Representative of Związek Pracodawców Prywatnych Energetyki Konfederacji Lewiatan (Union of Private Energy Sector Employers)
7. Robert Sikorski – Committee Member, Representative of Towarzystwo Gospodarcze Polskie Elektrownie (Polish Power Plants Association)

Invited guests:

1. Łukasz Grządka – Representative of IRGiT
2. Katarzyna Matuszewska – Representative of Izba Domów Maklerskich (Chamber of Brokerage Houses)
3. Jarosław Michalak – Representative of Towarzystwo Gospodarcze Polskie Elektrownie (Polish Power Plants Association)
4. Katarzyna Pachowska – Representative of IRGiT
5. Robert Rybski – Representative of the Polish Financial Supervision Authority
6. Dominika Trzcińska – Risk Management Department at IRGiT

The meeting was presided over by the Risk Committee Chairman. Recommendations and opinions of the Risk Committee (hereinafter “Committee”) on the issues in question are presented below in these minutes.

Course of the meeting:

1. The Committee Members were informed about the status of implementation of the recommendations from previous Committee meetings.

¹ The Committee meeting was held in the hybrid form (on site and via teleconference).

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2. The Committee Members were presented with selected statistics about the area of collateral and risk management in IRGiT, including the total value of collateral required, the structure of the collateral lodged and its volatility over time.
3. The Committee Members were briefed on the consequences for the clearing guarantee system arising from the establishment of NABE and the proposed changes in the method of determining the balance of the ECH Guarantee Fund. The Committee Members recommended adopting a solution, in which a group of entities would be arbitrarily excluded from the algorithm for calculating the balance of the fund. The recommendation is based on the list of companies of critical importance for the state economy and on the NABE.
4. The Committee Members were briefed on the topic of potential changes in the days parameter for bank guarantees for direct members. It was decided that Committee Members would discuss the possibility of changing the days parameter for direct Members within the organizations they represented. The Committee asked the Clearing House to analyze the possibility of changing the wording of the bank guarantee so as to enable a more flexible utilization of guarantees.
5. The Committee Members were updated on the current operating specification of concentration limits for bank guarantees in IRGiT. The Committee Members decided to discuss further the possible modification of the concentration limit for bank guarantees issued by banks with relatively low ratings. The Committee Members requested IRGiT to prepare additional analyses.
6. The Committee was briefed on the key legislative changes introduced in Q4 2022 and discussed the potential impact of such legislative changes on the clearing guarantee system. The Committee Members requested IRGiT to prepare additional analyses of the impact that the legislative changes would have on the clearing guarantee system, including among other things an analysis of the impact of the legislative changes on the position liquidation period and an analysis of the impact of the lower liquidity on cross-product netting.
7. The Committee was informed of the status of the planned implementation of the reverse charge mechanism and with the technical issues associated with the implementation of this solution. IRGiT announced that the next Committee meeting would be devoted to the implementation of the reverse charge mechanism in the context of the clearing guarantee system.
8. The Committee Members requested an analysis to review the possibility of an earlier dispatch of abbreviated collateral pledged reports, which are sent to Clearing House Members about 4:00 p.m., and a later dispatch of collateral monitoring results by IRGiT.

The date of the next Risk Committee meeting was tentatively set at January 2023. A detailed date will be agreed upon at a later date.

For more information on the Risk Committee see: <https://www.irgit.pl/komitet-ds-ryzyka>