

Instituto Costarricense de Electricidad (ICE)

Agreed-upon Procedure Report

Sustainability-linked Bond (SLB)

December 31, 2020, 2019 and 2018

KPMG
December 21, 2022
Ref. rm/lr



KPMG S.A.
KPMG Building
San Rafael de Escazú
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Agreed-upon Procedure Report

Messrs.
Instituto Costarricense de Electricidad (ICE)
San José, Costa Rica

We have performed the procedure agreed with the management of Instituto Costarricense de Electricidad (Costa Rican Power and Telephone Company, “ICE” or “the Company”), which is detailed in Appendix I, with respect to the performance indicator of the international bond (sustainability-linked bond, “SLB”) corresponding to the number of intelligent meters (advanced metering infrastructure, AMIs) in operation (installed and billing) and the total number of services registered as of December 31, 2020, 2019 and 2018. Our engagement was performed in accordance with the International Standard on Related Services (ISRS) 4400 *Engagements to Perform Agreed-upon Procedures Regarding Financial Information*, applicable to agreed-upon procedures engagements. The procedure was performed solely to assist management of ICE in validating the commitment acquired as part of issue of the SLB, which is the installation of 502,000 intelligent meters as of December 31, 2025.

The procedure performed and result obtained is detailed in **Appendix I**. The procedure and result included in this report was discussed with Sergio Bermúdez Muñoz y Juan Carlos Abarca Villalobos, Sustainability, Strategy and Innovation, Finance Management.

The sufficiency of our procedure is solely the responsibility of the Company’s management and the users of this agreed-upon procedure report. Thus, we make no representations regarding the sufficiency of the procedure, either for your purpose or for any other purpose.

Our work was based on information provided by the Company’s management and the representations of Company personnel. Accordingly, the Company’s management is responsible for the accuracy and completeness of the information provided and representations made.

Because the procedure mentioned in **Appendix I** do not constitute either an audit or a review made in accordance with International Standards on Auditing or International Standards on Review Engagements, we do not express an opinion or an assurance conclusion.

Had we performed additional procedures, or had we performed an audit or review in accordance with International Standards on Auditing or International Standards on Review Engagements, other matters might have come to our attention that would have been reported to you.

Our report is solely for the purpose set forth in the first paragraph of this report and for your information and is not to be used for any other purpose or to be distributed to any other parties. This report relates only to **Appendix I** specified above and does not extend to any financial statements of the Company, taken as a whole.

This report is structured as follows:

Appendix I Procedure performed, and result obtained.

San José, Costa Rica
Member No. 2429
Policy No. 0116-FIG-7
Expires 09/30/2023

¢25 tax stamp paid pursuant to Law No. 6663
and affixed to the original document

Nombre del CPA: RANDALL
MORA ACUNA
Cédula: 101502014
Nombre del Cliente:
Instituto Costarricense de
Seguros y Ahorro para la
Vejez (ICSA)
Código de la Empresa:
00000120
Empresa:
Fecha de emisión: 09/30/2023
Tipo de trabajo:
Informe de resultados de
procedimientos de auditoría.
Timbre de ¢25 de la Ley 6663
adherido y cancelado en el
original



APPENDIX I

Procedure performed and result obtained

The procedure performed and result obtained is as follows:

Procedure No. 1

Check in the “Sistema Comercial Eléctrico @CE+”, the number of AMI meters in operation (installed and billing) and the total number of services registered in the aforementioned system as of December 31, 2020, 2019 and 2018.

Result obtained

We observed the procedure to extract information from the “Sistema Comercial Eléctrico @CE+” regarding the number of AMI meters in operation (installed and billing) and the total number of services registered as of December 31, 2020, 2019 and 2018. As a result of performing this procedure, we checked that the number of AMI meters in operation (installed and billing) and the total number of services registered in the aforementioned system as of December 31, 2020, 2019 and 2018, are as follows:

Breakdown of AMI meters in operation (installed and billing) as of December 31, 2020, 2019 and 2018:

<u>As of December</u> <u>31,</u>	<u>AMIs</u> <u>(installed and billing)</u>
2020	278,528
2019	134,272
2018	74,157

Total number of services registered as of December 31, 2020, 2019 and 2018:

<u>As of December</u> <u>31,</u>	<u>Total services</u> <u>registered</u>
2020	827,114
2019	808,729
2018	790,321