



Perceived Risk Index[©] ***Sectors Analysis***

Perceived Risk Index©

Introduction

PRI Perceived Risk Index© is an innovative, forward-looking indicator developed by Enel SpA Risk Control Unit within AFC function that reflects corporate risk perceived by financial markets.

In an ever-evolving economic landscape, understanding how markets interpret risk is a key strategic lever for companies, investors, and stakeholders.

PRI Perceived Risk Index© is a forward-looking indicator since it considers three different variables with a prospective nature that reflects the premium at risk required by investors:

- **Inverse Stock Price:** the stock price reflects the level of investors' trust towards the company. Thus, the lower is the stock price, the higher is the perceived risk;
- **Option Implied Volatility (3 months):** gives the indication of the perceived risk of the underlying asset implied in listed option prices;
- **Credit Default Swap (5 years):** The CDS represents a credit risk premium and thus it has a direct relationship with the company perceived probability of default.

These above mentioned three variables are market data available on public sites.

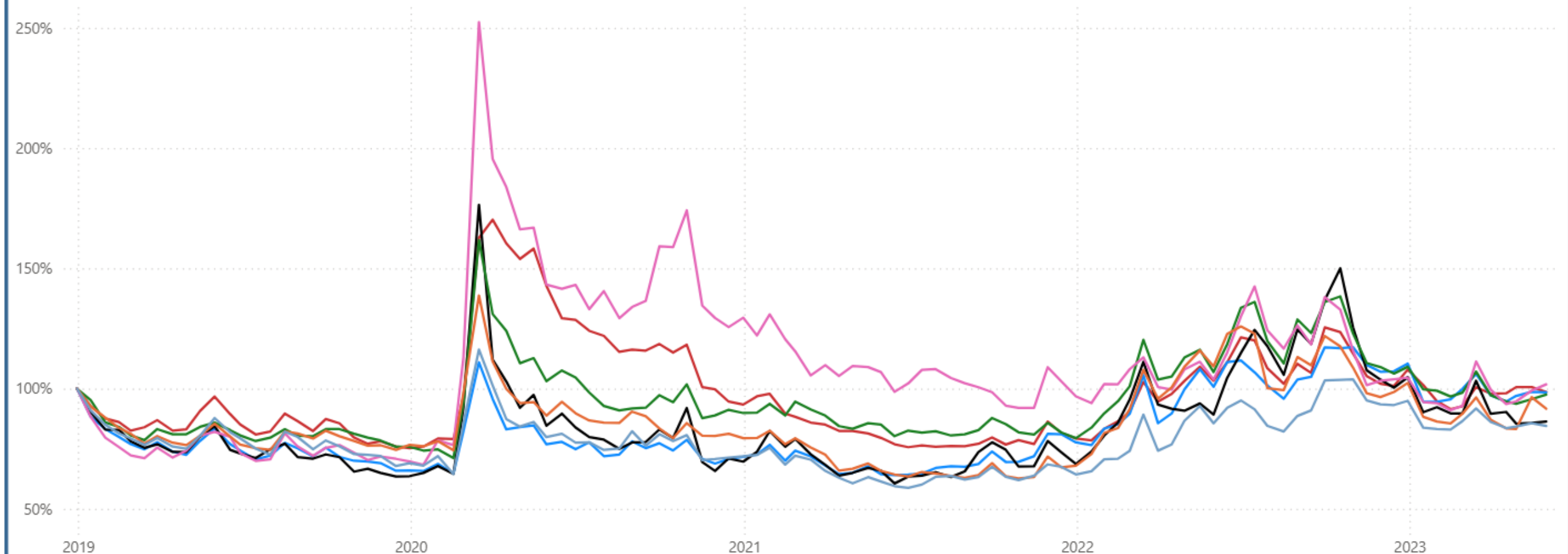
31/12/2018 is the starting point of the monitoring activity, with a baseline value of 100%, across six key sectors: Energy, Oil & Gas, Consumer Goods, Software, Technology, and Automotive.

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PRI Perceived Risk Index©

Measuring the risk as perceived by financial markets – Sectors & Enel

Automotive Consumer Goods Enel Energy Oil&Gas Software Technology



Automotive

99%✓

vs Base Date: 100% (-1,45%)

Consumer Goods

99%✓

vs Base Date: 100%
(-1,50%)

Energy

98%✓

vs Base Date: 100% (-2,50%)

Oil & Gas

102%!

vs Base Date: 100%
(+1,80%)

Software

92%✓

vs Base Date: 100% (-8,34%)

Technology

84%✓

vs Base Date: 100%
(-15,53%)

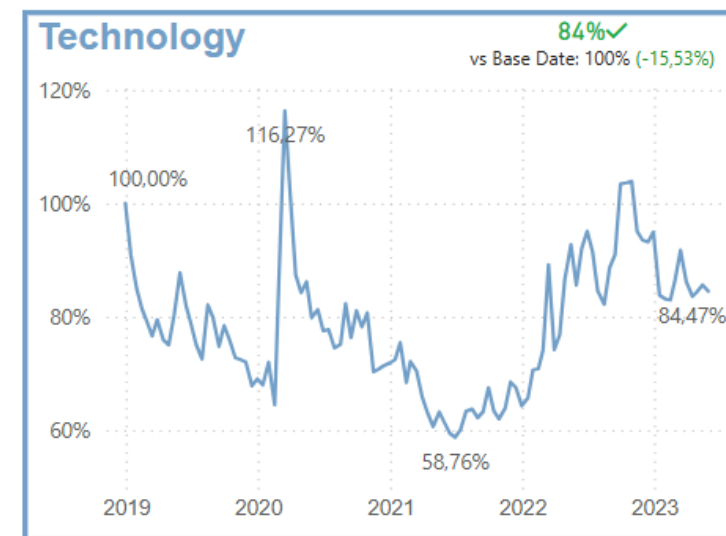
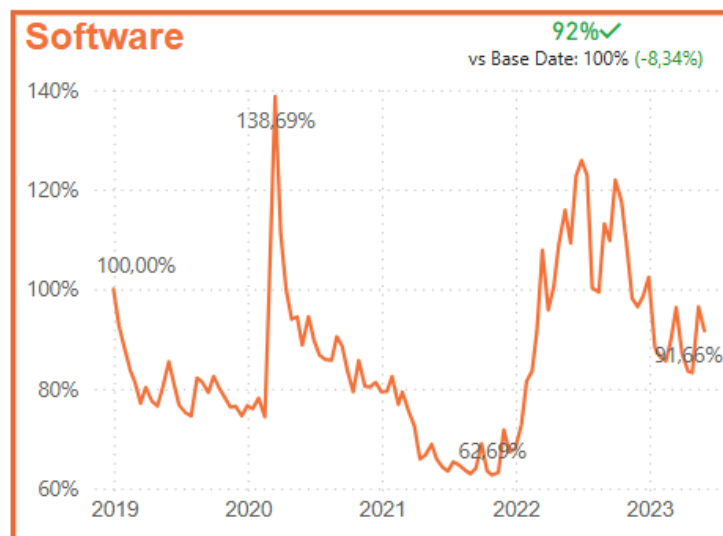
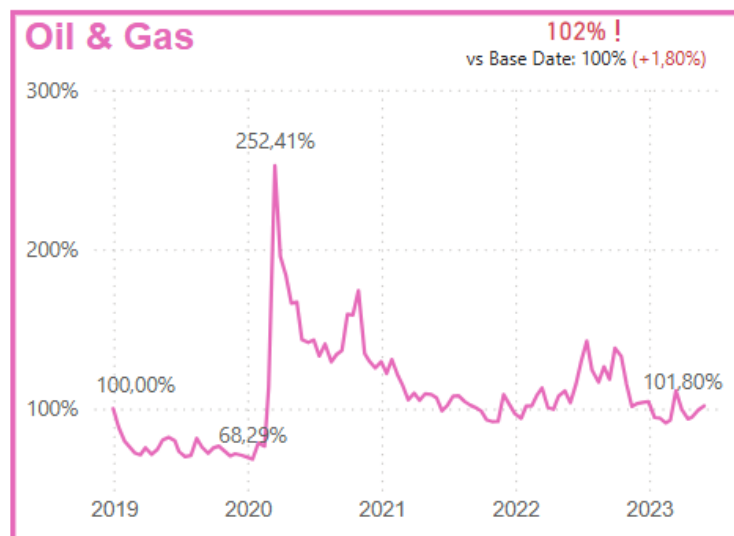
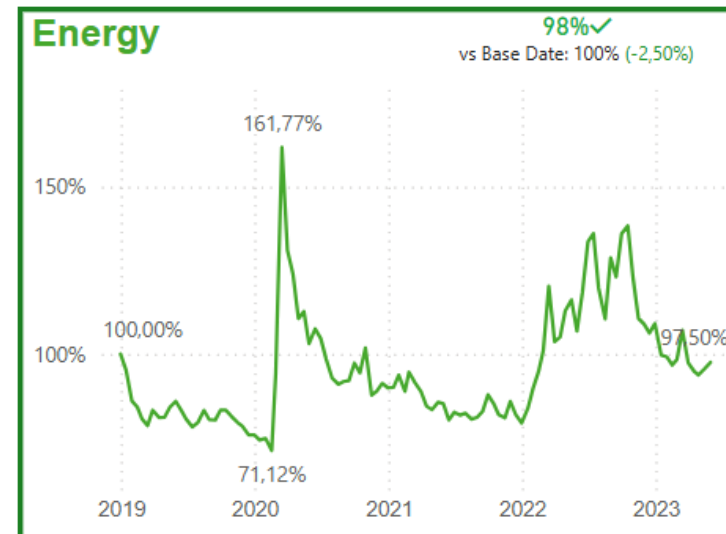
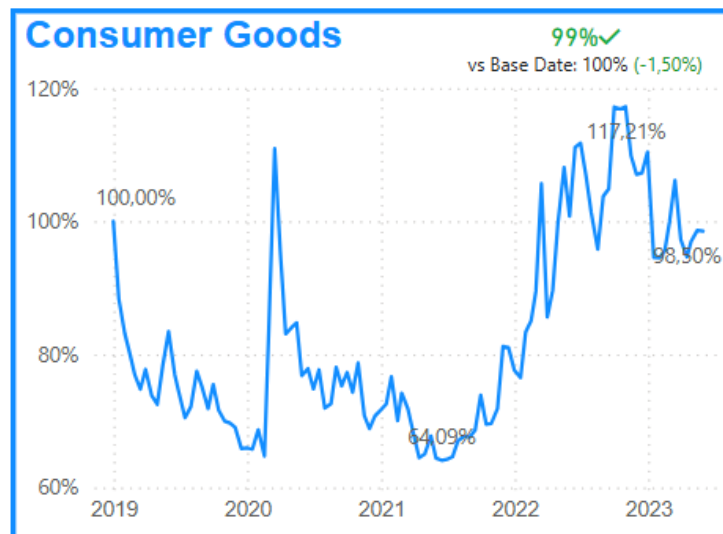
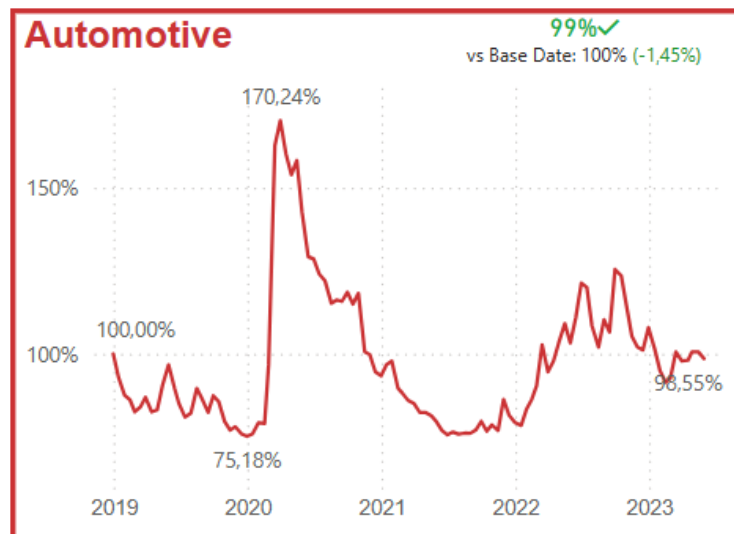
Enel

86%✓

vs Base Date: 100%
(-13,66%)

Perceived Risk Index©

Measuring the risk as perceived by financial markets – by Sector @ 31 May 2023



Perceived Risk Index©

Comments

Full month trend:

Following the positive trend recorded in April, May 2023 was characterized by **overall stability** in the Perceived Risk Index© (PRI), with only limited fluctuations among peers. However, an unexpected deterioration affected one of the top performers, driven by a notable increase in its CDS spread, which impacted the overall ranking.

For Enel, the **month ended** with a **slight worsening** of the indicator; however, its PRI© remained at solid levels (hovering around 86% throughout the month), **consolidating Enel's position** as the second-best performer.