



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.

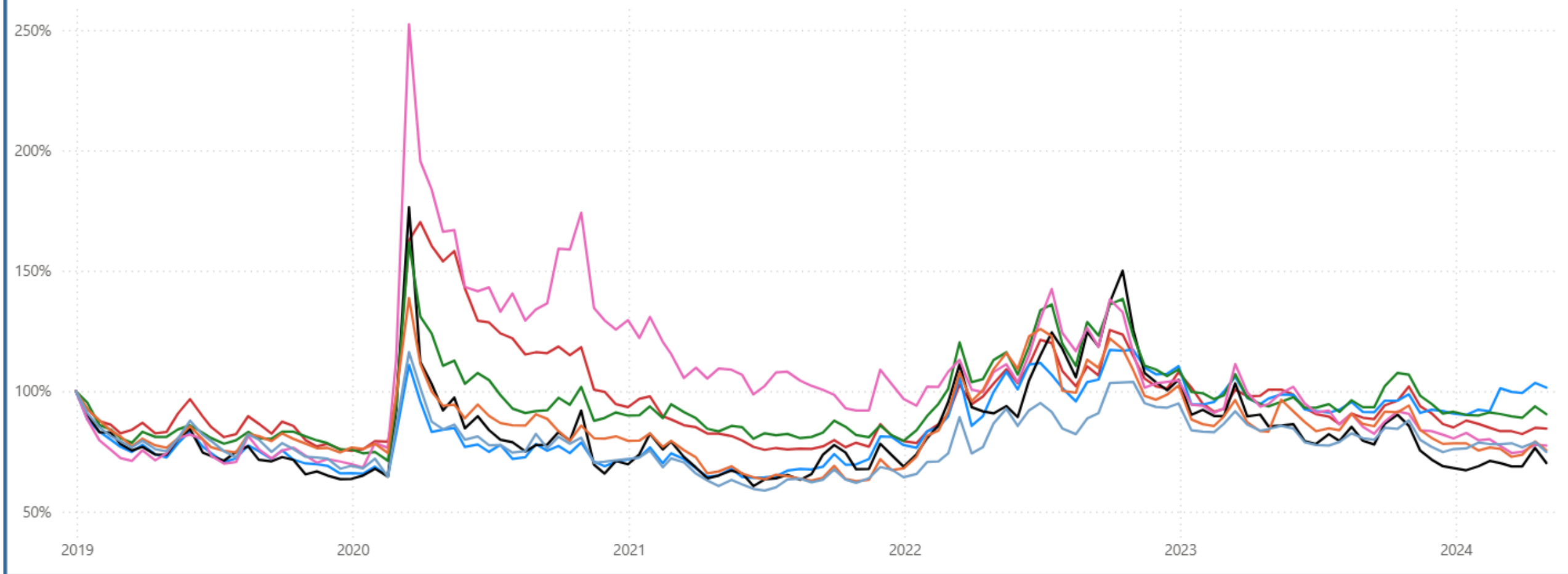
31/12/2018 is the starting point of the monitoring activity, with a baseline value of 100%, across six key sectors: Energy, Oil & Gas, Consumer Goods, Software, Technology, and Automotive.

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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

84%✓

vs Base Date: 100%

(-15,52%)

Consumer Goods

101%!

vs Base Date: 100%

(+1,48%)

Energy

90%✓

vs Base Date: 100%

(-9,55%)

Oil & Gas

77%✓

vs Base Date: 100%

(-22,61%)

Software

75%✓

vs Base Date: 100%

(-24,51%)

Technology

75%✓

vs Base Date: 100%

(-25,23%)

Enel

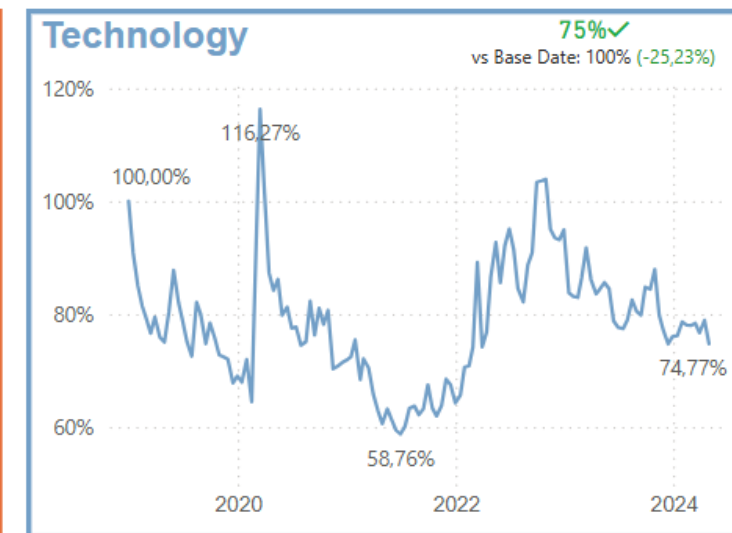
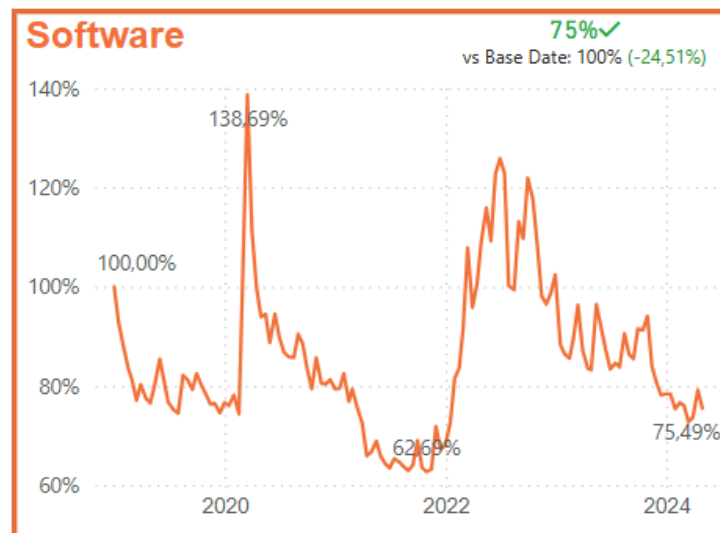
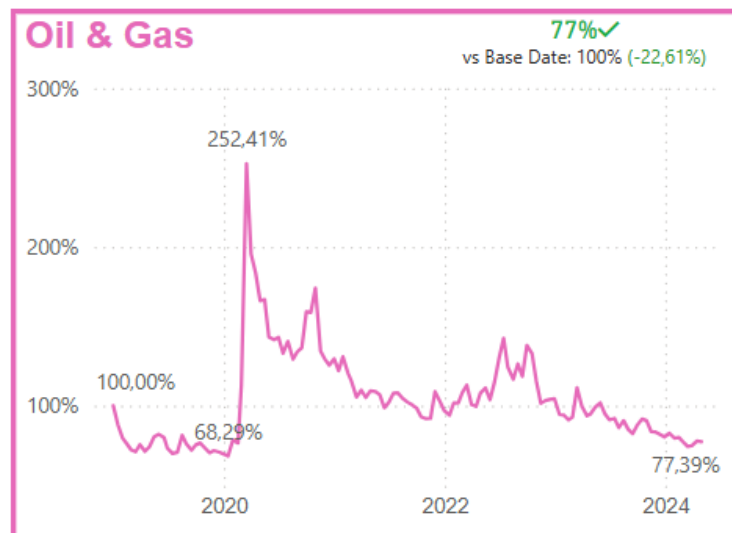
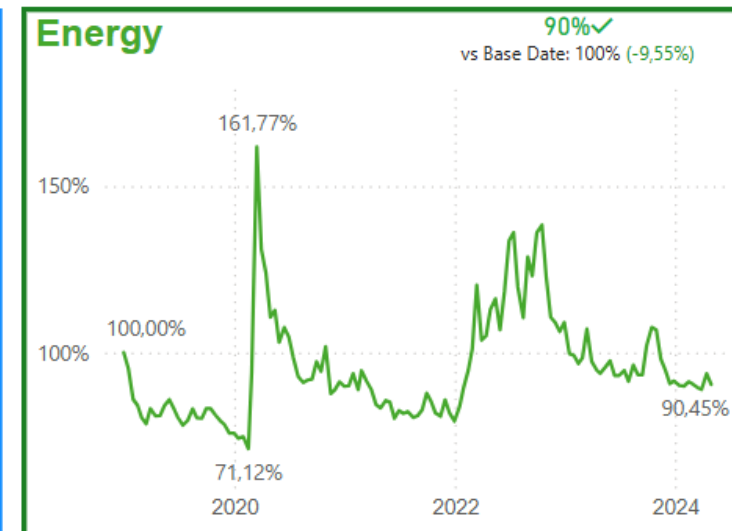
70%✓

vs Base Date: 100%

(-29,81%)

Perceived Risk Index©

Measuring the risk as perceived by financial markets – by Sector @ 30 Apr 2024



Perceived Risk Index©

Comments

Full month trend:

In April 2024, the Perceived Risk Index© (PRI) showed a **fluctuating trend** for Enel and its peers.

In the **first half** of the month, there was a **general deterioration** in market risk perception, driven by **rising expectations** of a potential **interest rate hike** by the **Federal Reserve** beyond the current 5.25%-5.50% range. These expectations were fueled by signs of **persistent inflation** in the **United States**.

In the **second half** of April, however, the context **stabilized** following confirmation that the **U.S. interest rate** would remain **within the current range**. This contributed to a **slight decrease** in the PRI©, indicating an **improvement in market risk perception**.

Overall, April ended with **risk levels partially easing** from mid-month tensions, although remaining **slightly above March levels**.