Corporate Integrated Risk Management Policy

Paks II Nuclear Power Plant Ltd. (hereinafter: Company) is a project company established for the construction of the new nuclear power plant units at the Paks site, for the implementation of the project, and subsequently for the operation of the new units.

The Company's objective is to implement the project by the prescribed deadline, within the defined budget, and to the highest possible quality standards, and to build a safely operating nuclear power plant.

The management of the Company considers the availability of complete information for decision-making to be one of the most important elements of the management system and strives to create the necessary conditions for this. A key element of this information is the timely and accurate identification of hazards and risks that may significantly affect the achievement of the project's objectives, the efficiency of the Company's operation, the cooperation among its organizational units, as well as compliance with applicable contractual requirements and legal regulations. At the same time, a fundamental and primary objective is the fulfilment of nuclear safety requirements for nuclear facilities as defined by national and international legislation, standards and recommendations.

An Integrated Risk Management System (hereinafter: IRMS) operates throughout the entire duration of the project implementation, and across all organizational units of the Company to ensure compliance with legal obligations. The structure and operational framework of this system are regulated by the Company's Internal Regulations on Integrated Risk Management.

The IRMS shall ensure that:

- all significant risks affecting the Company's operations and the implementation of the Program are identified,
- such risks are assessed and managed with the utmost diligence, using the most advanced tools available,
- information generated from the risk management system is fully incorporated into decision-making.

It is a clear expectation of the Company's management that all employees perform their work with a proactive risk-aware approach. To ensure this, the Company places particular emphasis on maintaining and enhancing risk awareness.

For the effective functioning of the IRMS, the organizational units of the Company shall integrate IRMS principles into their processes. The Company's management considers two-way cooperation in the performance of risk management tasks to be essential, as it ensures on the one hand the transmission of IRMS-related information and expectations to the relevant stakeholders, and on the other hand feedback on the results of task execution.

The Company's management considers particularly important the alignment of the IRMS with the risk management system of the Contractor.

The IRMS is operated in a dynamically changing environment; therefore, the development and adaptation of the IRMS to current conditions is of essential importance.

Paks, 30 January 2024

Gergely Jákli
Chief Executive Officer