



Commencement of Operations in the Spanish Market

Current Report no. 29/2026
Date: 26 October 2026

The Board of Directors of Coal Energy S.A. (the “Company” or the “Issuer”) announces the commencement of operational activities aimed at expansion of Company’s business into the Spanish market.

The Company has begun assembling a project team and has initiated the administrative procedures required to register a special-purpose company in Spain under the name Ecoforge Energy S.L., which will become part of the Issuer’s corporate group.

The business model entails acquiring standing timber harvesting rights from private landowners, harvesting timber and subsequently selling the resulting wood products on the market, including roundwood and wood chips. The decision to enter this market follows an analysis of the legal and macroeconomic environment. Spanish legislation (including the Forestry Act) imposes stringent obligations regarding year-round biomass management and the maintenance of forest areas in a condition that reduces wildfire risk. Failure to comply with these obligations may expose landowners to substantial administrative penalties and financial liability. In addition, the establishment of firebreak corridors in forests benefits from public financial support, including funding from the EU budget under the Common Agricultural Policy for 2023–2027.

More than 72% of Spain’s forest area, equivalent to 20 million hectares, is privately owned. Due to the considerable fragmentation of ownership, the vast majority of private owners lack the capital, equipment or technical expertise necessary to undertake timber harvesting independently.

The operating model is intended to provide the Company with stable operating revenues while enabling private forest owners to comply with their obligations under wildfire prevention regulations. The Company’s business plans envisage generating the first revenues from these activities in the first half of 2027.

The Company’s Board of Directors has classified this information as inside information on the grounds that entry into a new market represents a significant element of the Group’s transformation.

Legal basis: Article 17(1) of the Market Abuse Regulation (MAR) – inside information.