

## REGULATORY ENVIRONMENT

KOGENERACJA S.A. complies with the requirements of Article 32 and Article 47 of the *Energy Law*.

KOGENERACJA S.A. is **licensed by the President of the Energy Regulatory Office (URE)** to engage in the business of heat and power generation, heat transmission and distribution, and power trading and distribution.

In its settlements with the energy buyers, the Company uses the prices set in the tariffs.

A new Heat Tariff was approved by the URE President on 10 October 2016 (decision no. OWR-4210-39/2016/1276/XVII-A/AŁ). It came into force on 1 November 2016.

Furthermore, the Company received a decision on the change of electricity distribution tariff (decision no. OWR-4211-33(2)/2016/1276/V-B/RP of 8 December 2016).