

Country-by-Country Report 2022



Introduction to public Country-by-Country reporting

About the Directive

The EU public Country-by-Country (CbC) Reporting Directive creates a reporting requirement by EU country as of financial year 2024. As part of our commitment to responsible tax management and transparency, we have opted for early adoption of the directive already for the financial year 2022. We have also chosen to present separately our material operating countries worldwide, not just EU countries.

CbC reporting is based on different standards and data than Fortum's Financial reporting

The financial information presented in table 1 is based on the sum of the legal entities' local IFRS reported balances in that country. Group level IFRS and consolidation adjustments, such as internal elimination of group internal transactions, among others are excluded from the figures reported below.

As many of Fortum's companies trade with each other across the entire Group, within the same jurisdiction and cross border, the financial information is vastly different than to what is presented in the consolidated Financials Statements and the Tax Footprint for 2022.

Also, the definitions dictated by the Directive differ to the standard definitions we use in other reporting areas. For example, Revenue includes interest income and capital gains in the CbC report and in Financial Statements they are reported separately outside of Revenue line in "Sales". For ease of understanding, we have included a definitions section at the end of this report to illustrate the basis used in this report. Definitions are based on OECD terminology and may be different from IFRS terminology used in Fortum's annual report.

How to read this report?

This report aims to report the data as defined in EU public CbC Reporting Directive. This data illustrates local financial details on a stand alone basis and the nature of business activities in each country. This data automatically differs with Fortum's financial and Tax Footprint data.

As guidance, we advise you to read Fortum's Tax Footprint 2022 to get an understanding of our total tax contribution, tax rate reconciliation, tax management principles and narratives on items impacting our tax contribution in our main countries.

Table 1 – Financial Data

Tax Jurisdiction	Unrelated Party Revenue	Related Party Revenue	Total Revenue	Profit (Loss) before Income Tax	Income Tax Paid (on Cash Basis)	Income Tax Accrued — Current Year	Stated Capital ¹	Accumulated Earnings	Number of Employees	Tangible Assets other than Cash and Cash Equivalents
Belgium	27	36	62	43	- 67	12	-	-	3	0
Denmark	66	1	67	10	1	1	31	65	172	74
Estonia	0	3	3	0	-	-	0	1	56	-
Finland	2,980	3,845	6,824	- 1,074	70	206	12,534	7,878	2,529	1,981
France	1	1	2	- 1	-	-	0	- 5	4	-
Germany	15	3	18	- 6,843	6	0	1,602	- 6,274	24	0
Guernsey	1	0	1	1	-	-	1	28	-	-
India	5	1	6	- 3	0	0	16	- 6	68	3
Ireland	692	202	894	- 9,016	7	- 11	17,181	- 11,101	5	0
Netherlands	116	200	316	- 1,623	3	5	2,498	- 494	11	0
Norway	3,609	2,192	5,801	40	22	9	325	206	395	10
Poland	1,092	274	1,366	- 208	11	8	379	117	635	546
Russia	1,069	24	1,092	128	3	42	965	390	2,724	1,589
Spain	48	1	48	0	0	-	1	- 2	21	0
Sweden	3,727	3,080	6,807	3,512	112	120	1,829	7,071	914	3,002
United Kingdom	12	2	14	- 14	0	-	12	- 14	76	2
Others ²	5	2	8	- 5	1	1	106	- 18	75	0

1) Stated Capital and Accumulated Earnings of Permanent Establishments and Branches have been included in the jurisdiction where the legal entity is located. This differs from our Tax Footprint where we have reported data in the jurisdiction where the Permanent Establishment or Branch is located.

2) Others include the non-EU countries United States, Indonesia, Switzerland and Rwanda.

Table 2 – Business Activities (1/5)

Entity Name	Tax Jurisdiction	Research and Development	Holding or Managing Intellectual Property	Purchasing or Manufacturing Procurement or Production	Sales	Administrative	Provision of Services to		Regulated Financial		Holding Shares or Other Equity	
							Unrelated Parties	Internal Group Finance	Services	Insurance	Instruments	Dormant
Fortum Finance Ireland DAC Belgian Branch	Belgium					✓		✓				
Fortum Waste Solutions A/S	Denmark			✓								
Barry Danmark ApS	Denmark				✓							
Fortum CFS Eesti Oü	Estonia					✓						
Fortum Power and Heat Oy	Finland			✓	✓	✓	✓					✓
Fortum Oyj	Finland	✓	✓	✓		✓		✓				✓
Fortum Markets Oy	Finland				✓							
Fortum Battery Recycling Oy	Finland			✓								
Fincumet Oy	Finland			✓	✓			✓				
Fortum Asiakaspalvelu Oy	Finland				✓	✓		✓				
Plugsurfing B.V / Finnish PE	Finland				✓			✓				
Fortum Renewables Oy	Finland			✓		✓						
Fortum Real Estate Oy	Finland					✓						✓
Fortum Waste Solutions Oy	Finland			✓	✓			✓				
Koillis-Pohjan Energiantuotanto Oy	Finland				✓							✓
EX-KE Oy	Finland				✓							
Oy Pauken Ab	Finland					✓						
Böle Vindkraft Ab/Oy	Finland			✓								
Ekopartnerit Turku Oy	Finland			✓	✓			✓				
Fortum Assets Oy	Finland											✓
Fortum Clean Oy	Finland											✓
Fortum Heat and Gas Oy	Finland											✓
Fortum Norm Oy	Finland											✓
Fortum Power and Heat Holding Oy	Finland											✓
Katajamäen Tuulivoima Oy	Finland			✓								
Kristinestad-Tjock Vindpark Ab	Finland			✓								
Molpe Vindkraft Ab/Oy	Finland			✓								
Närpes Vindkraft Ab/Oy	Finland			✓								
Oy Tersil Ab	Finland											✓
Oy Tertrade Ab	Finland											✓

Table 2 – Business Activities (2/5)

Entity Name	Tax Jurisdiction	Research and Development	Holding or Managing Intellectual Property	Purchasing or Manufacturing Procurement or Production	Sales	Administrative	Provision of Services to		Regulated		Holding Shares or Other Equity Instruments		Dormant
							Unrelated Parties	Internal Group Finance	Financial Services	Insurance			
Pjelax Vindkraft Ab/Oy	Finland			✓									
Poikel Vindkraft Ab/Oy	Finland			✓									
Brändskogen Vindkraft Ab Oy	Finland			✓	✓								
Fortum Alku Oy	Finland			✓	✓								
TGS Finland Oy	Finland			✓									
Penkkisuon Tuulivoima Oy	Finland			✓									
Fortum RES Oy	Finland			✓	✓								
Lamminnevan Tuulivoima Oy	Finland			✓									
Fortum Kasvu Oy	Finland												✓
Fortum Bio Oy	Finland												✓
Fortum TwoGether Oy	Finland					✓							
Fortum France SAS	France							✓					
Barry France SAS	France				✓								
Fortum Service Deutschland GmbH	Germany							✓					
Fortum Deutschland SE	Germany											✓	
Plugsurfing GmbH	Germany				✓								
Fortum Oyj / German PE	Germany					✓							
MAWAL Energie GmbH	Germany												✓
SALWAL Energie GmbH	Germany												✓
Fortum Batterie Recycling GmbH	Germany			✓									
TGS Germany GmbH	Germany							✓					
Fortum Insurance Ltd	Guernsey										✓		
Fortum India Private Ltd	India				✓	✓							
Fortum Charge & Drive India Private Ltd	India				✓			✓					
SolarXL Alpha Energy Private Ltd	India			✓	✓								
SolarXL Beta Energy Private Ltd	India			✓	✓								
SolarXL Gamma Energy Private Ltd	India												✓
Solar One Energy Private Ltd	India			✓	✓								
SolarXL Zeta Energy Private Ltd	India												✓
SolarXL Delta Energy Private Ltd	India												✓

Table 2 – Business Activities (3/5)

Entity Name	Tax Jurisdiction	Research and Development	Holding or Managing Intellectual Property	Purchasing or Manufacturing Procurement or Production	Sales	Administrative	Provision of Services to		Regulated		Holding Shares or Other Equity Instruments		Dormant
							Unrelated Parties	Internal Group Finance	Financial Services	Insurance			
PT Fortum Energy Solution	Indonesia						✓						
Fortum eNext Ireland Ltd	Ireland						✓						
Fortum Finance Ireland DAC	Ireland								✓				
Fortum Global Finance DAC	Ireland								✓				
Fortum P&H Ireland Ltd	Ireland											✓	
Fortum Participation Ltd	Ireland					✓						✓	
Fortum Finance B.V.	Netherlands					✓			✓				
Fortum Holding B.V.	Netherlands					✓						✓	
Fortum 2 B.V.	Netherlands												✓
Fortum 3 B.V.	Netherlands								✓			✓	
Fortum H&C B.V.	Netherlands											✓	
Fortum Hydro B.V.	Netherlands												✓
Fortum Power Holding B.V.	Netherlands	✓										✓	
Fortum Russia B.V.	Netherlands					✓			✓			✓	
Fortum SAR B.V.	Netherlands											✓	
Fortum Star B.V.	Netherlands											✓	
Plugsurfing B.V.	Netherlands				✓		✓					✓	
PolarSolar B.V.	Netherlands								✓			✓	
Fortum Finance Ireland DAC Dutch Branch	Netherlands					✓			✓				
Fortum Hedging AS	Norway			✓	✓	✓							
Fortum Strøm AS	Norway				✓								
Norges Energi AS	Norway				✓								
Fortum Oslo Varme AS	Norway			✓	✓								
Fortum Consumer Solutions AS	Norway					✓						✓	
Fortum Tellier AS	Norway				✓								
Fortum Fiber AS	Norway	✓		✓	✓								
Fortum Forvaltning AS	Norway					✓						✓	
Fortum Kundesenter AS	Norway					✓							
Fortum Plastics Recycling Norway AS	Norway												✓
Fortum Waste Solutions Norway AS	Norway				✓								

Table 2 – Business Activities (4/5)

Entity Name	Tax Jurisdiction	Research and Development	Holding or Managing Intellectual Property	Purchasing or Manufacturing Procurement or Production	Sales	Administrative	Provision of Services to		Regulated Financial Services		Holding Shares or Other Equity Instruments		Dormant
							Unrelated Parties	Internal Group Finance	Insurance				
Fortum Marketing and Sales Polska S.A.	Poland				✓	✓	✓					✓	
Fortum Network Plock Sp. z o.o.	Poland			✓									
Fortum Network Wroclaw Sp. z o.o.	Poland			✓									
Fortum Silesia S.A.	Poland			✓			✓						
Fortum Network Częstochowa Sp. z o.o.	Poland			✓									
Fortum Power and Heat Oy Polish PE	Poland					✓							
Fortum Sprzedaz Sp. z o.o.	Poland					✓							
Fortum Service Poland Sp. z o.o.	Poland			✓		✓							
Fortum-New Generation 3 LLC	Russia												✓
Fortum-New Generation 5 LLC	Russia												✓
JSC Chelyabenergoremont	Russia					✓							
PAO Fortum	Russia			✓		✓						✓	
Ural Heat Networks Company JSC	Russia				✓	✓							
LLC Bugulchanskaya Solar power station	Russia			✓									
Ylyanovsk Wind Farm LLC	Russia												✓
HQ Services Ltd	Rwanda						✓						
Escandinava de Electricidad S.L.U.	Spain			✓	✓								
Fortum Sverige AB	Sweden			✓		✓	✓						
Fortum Markets AB	Sweden				✓								
Brännälven Kraft AB	Sweden			✓									
Göta Energi AB	Sweden				✓								
Fortum Energy AB	Sweden				✓								
Fortum Waste Solutions AB	Sweden			✓									
Blybergs Kraft AB	Sweden			✓									
Bullerforsens Kraft AB	Sweden			✓									
Energikundservice Sverige AB	Sweden				✓	✓	✓						
Fortum 1 AB	Sweden											✓	
Fortum Fastigheter AB	Sweden					✓						✓	
Fortum Produktionsnät AB	Sweden												✓
TGS Sweden AB	Sweden												✓

Table 2 – Business Activities (5/5)

Entity Name	Tax Jurisdiction	Research and Development	Holding or Managing Intellectual Property	Purchasing or Manufacturing Procurement or Production	Sales	Administrative	Provision of Services to		Regulated		Holding Shares or Other Equity Instruments		Dormant
							Unrelated Parties	Internal Group Finance	Financial Services	Insurance			
Fortum Power AB	Sweden												✓
Fortum Sweden AB	Sweden											✓	
Fortum Waste Solutions Holding AB	Sweden											✓	
Mellansvensk Kraftgrupp AB	Sweden											✓	
Nordgroup Waste Management AB	Sweden					✓							
Oreälvens Kraft AB	Sweden			✓									
Sävar Vindkraft AB	Sweden												✓
Uddeholm Kraft AB	Sweden												✓
Värmlandskraft-OKG-delägarna AB	Sweden											✓	
Fortum Vindkraft Sverige 1 AB	Sweden												✓
Fortum Vindkraft Sverige 2 AB	Sweden												✓
Fortum Vindkraft Sverige 3 AB	Sweden												✓
Fortum Grön AB	Sweden												✓
Fortum Vindkraft Sverige 9 AB	Sweden												✓
Fortum Vindkraft Sverige 8 AB	Sweden												✓
Fortum Vindkraft Sverige 7 AB	Sweden												✓
Fortum Vindkraft Sverige 6 AB	Sweden												✓
Fortum Vindkraft Sverige 5 AB	Sweden												✓
Fortum Vindkraft Sverige 4 AB	Sweden												✓
Nya Bullerforsen Kraft AB	Sweden												✓
Fortum Mockfors Kraft AB	Sweden												✓
Plugsurfing B.V. / Swedish PE	Sweden				✓			✓					
Fortum Holding B.V. / Swiss Branch	Switzerland						✓						
Fortum Carlisle Ltd	United Kingdom			✓									
Fortum Glasgow Ltd	United Kingdom			✓									
Fortum O&M (U.K.) Ltd	United Kingdom			✓				✓					
Fortum Energy Ltd	United Kingdom					✓							
IVO Energy Ltd	United Kingdom											✓	
South Clyde Energy Recovery Holdings Ltd	United Kingdom											✓	
Fortum Ratcliffe Ltd	United Kingdom			✓									
Valo Ventures I LP Fund	United States												✓

Key terms and definitions

Term	Definition
Revenue	Revenue includes net sales(turnover), other income, interest income, other financial income, proceeds from sale of shares, inventory and fixed assets excluding payments from group entities that are treated as dividends in the payor's jurisdiction.
Unrelated Party Revenue	Revenue with external parties (including associated enterprises, joint ventures only consolidated with equity method).
Related Party Revenue	Revenue generated from transactions with subsidiaries.
Total Revenue	The sum of unrelated and related party revenue.
Profit (Loss) before Income Tax	Accounting profit/loss for a fiscal year before deduction of income taxes excluding payments from group entities that are treated as dividends in the payor's jurisdiction.
Income Tax Paid (on Cash Basis)	The total amount of income tax paid during the relevant fiscal year by all the Constituent Entities resident for tax purposes in the relevant tax jurisdiction, excluding taxes that are related to dividend distributions.
Income Tax Accrued - Current Year	The sum of the accrued current tax expense recorded on taxable profits or losses of the year of reporting of all the Constituent Entities resident for tax purposes in the relevant tax jurisdiction, excluding taxes that are related to dividend distributions. The current tax expense does not include deferred taxes or provisions for uncertain tax liabilities.
Stated Capital	Total equity excluding Accumulated Earnings. In the case of permanent establishments, the book value of equity is reported in the country of the legal entity who created the permanent establishment.
Accumulated Earnings	Retained Earnings for current and previous periods. The retained earnings of permanent establishments are reported in the country of the legal entity who created the permanent establishment.
Number of Employees	The number of employees employed at the financial year-end.
Tangible Assets other than Cash and Cash Equivalents	The sum of property, plant and equipment, Inventories and right-of-use assets.