

Imminent insolvency and over-indebtedness of Green City AG

Green City AG files for insolvency

Munich, 24 January 2022 – In view of impending insolvency and over-indebtedness, Green City AG today filed for the opening of insolvency proceedings at the competent local court in Munich. The application has become necessary as the company has been unable to conclude the well advanced talks with investors. The court will decide shortly on the company's application and the appointment of a provisional insolvency administrator.

As early as 17 December 2021, Green City AG had informed the public that, according to dutiful judgement, it was assumed that a loss amounting to more than half of the company's share capital had occurred in the 2021 financial year, both due to necessary write-downs of receivables and investments in subsidiaries and as a result of expected revenue and earnings shortfalls. The shareholders were invited to an extraordinary general meeting in due form and time in accordance with section 92 (1) of the German Stock Corporation Act (AktG), which took place on 20 January 2022. In addition, member companies of the Group – Green City Energy Kraftwerkspark II GmbH & Co. KG, Green City Energy Kraftwerkspark III GmbH & Co. KG and Green City Solarimpuls I GmbH & Co. KG, each of which has issued exchange-tradable bonds had informed the capital market that they were in a financial crisis.

GCE Kraftwerkspark I GmbH, another Group company, is also in the midst of a restructuring process. The sale of assets and the repayment of loans has been delayed and could not be completed within the set time-frame. This is why this Group company has also filed for the opening of insolvency proceedings.

About Green City AG: Energy for the city of the future

Green City AG stands for the acceleration of the energy turnaround, because the conversion of our energy production to 100% renewable energies is the decisive climate protection measure. Green City AG makes a significant contribution to a resource-independent and climate-friendly energy supply through wind and solar power plants. The Green City Group is an integrated provider for the development, construction, financing and operation of renewable energy plants in Europe. Green City AG has been awarded numerous prizes for its high sustainability standards and its commitment to the energy and transport turnaround, including the Corporate Design Award 2019, the Mobility Award of the Munich Metropolitan Region 2018, the European Solar Award 2017, the Best Community Award 2016 and the Energy Globe Award 2013.

More information (in German): <https://ag.greencity.de/investor-relations/>

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