

## **Summer Energy Announces Entry Into Energy Services Transaction with Engie Energy Marketing NA, Inc.**

**HOUSTON, TX, June 13, 2023** / On June 7, 2023, Summer Energy Holdings, Inc. (“SUME”), and its subsidiaries Summer Energy, LLC (“Summer LLC”) and Summer Energy Midwest, LLC (“Summer Midwest”; together with SUME and Summer LLC, the “Company”) closed a transaction with Engie Energy Marketing NA, Inc. (“Engie”). As part of the transaction, the Company and Engie entered into a Borrowing Base Facility Agreement (the “Facility Agreement”) pursuant to which the Company agreed to purchase its electric power and associated services requirements from Engie, and Engie agreed to provide the Company with certain credit extension facilities to assist the Company in the purchase of its electric power and associated service requirements. The terms of the Facility Agreement are governed by the ISDA Master Agreement dated April 11, 2023, as well as a Schedule and Power Annex thereto and the Credit Support Annex thereto (collectively, the “ISDA Agreement”). In conjunction therewith, the Company and Engie also entered into a Security Agreement and Pledge Agreement (the “Security Agreement”), and a Guaranty (the “Guaranty”) in favor of Engie.

The Facility Agreement has a term of three (3) years, and automatically renews for successive one (1) year periods unless either party provides written notice of termination one hundred eighty (180) days prior to the end of any then-current term. In addition to the interest in respect of deferred ISDA payments, the Company will also be responsible for paying supply and credit support fees to Engie and for other such mutually agreed upon fees incurred by Engie on the Company’s behalf.

In consideration of the services and credit support provided by Engie to the Company, and pursuant to the Security Agreement, the Company agreed to, among other things grant a priority security interest to Engie in all of its assets, equipment, and inventory. Also pursuant to the Security Agreement, SUME pledged to Engie, and granted to Engie a security interest in, all of the membership interests of Summer LLC and Summer Midwest owned by SUME. Pursuant to the Guaranty, SUME agreed to guaranty the obligations of Summer LLC and Summer Midwest under the Facility Agreement.

As part of the transaction, the Company, Engie and EDF Trading North America, LLC (“EDF”) entered into a Novation Agreement whereby the Company transferred by novation to Engie, and Engie accepted, the rights, liabilities, duties and obligations of the Company under and in respect of each transaction entered into pursuant to that certain 1992 ISDA Master Agreement dated as of May 1, 2018, as amended.

### **About Summer Energy**

Summer Energy Holdings, Inc. is a provider of retail electricity to commercial and residential customers in designated target markets in Texas, Ohio, Illinois, Pennsylvania, and the Northeastern United States, including Massachusetts and New Hampshire, through its wholly owned subsidiaries, Summer Energy, LLC, Summer Energy Midwest, LLC, and Summer Energy Northeast, LLC. Summer Energy offers electricity to residential and all size commercial customers in the restructured retail energy market at competitive prices, with pricing choices and customer friendly service. Maintaining its headquarters at 5847 San Felipe Street, Suite 3700 in Houston, Texas, Summer Energy can be contacted through its web site at [www.summerenergy.com](http://www.summerenergy.com) or directly at 713-375-2700.