

Aquila European Renewables Income Fund Plc

Quarterly Fact Sheet Q1 2022

Investment Strategy and Objective

The objective of the Aquila European Renewables Income Fund Plc (the Company) is to provide investors with an attractive long-term, income-based return in EUR through a diversified portfolio of hydropower, onshore wind and solar PV investments across continental Europe and Ireland. Through the diversification of generation technologies, the seasonal production patterns of these asset types complete each other to balance the cash flow, while the geographic diversification serves to reduce exposure to one single energy market. In addition, a balance is maintained between government supported revenues, fixed price power purchase agreements (PPAs) and market power price risk.

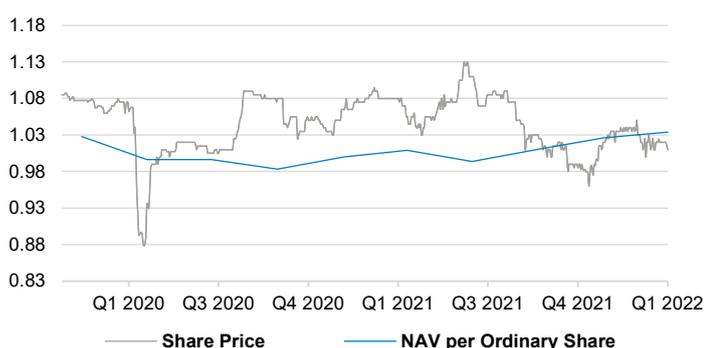
Key Statistics

Listing	London Stock Exchange
Ticker	AERI
ISIN/WKN	GB00BK6RLF66
Investment Advisor	Aquila Capital Investmentgesellschaft mbH
Target dividend with respect to 2022 in EUR cts/share	5.25

Key Performance Figures as at 31 March 2022

Share price in EUR	1.0100
Share price in GBP ¹	0.8425
NAV per share in EUR (unaudited)	1.0342
NAV in mEUR (unaudited)	421.6
GAV in mEUR (unaudited)	565.9
No. of shares on issue in millions	407.7
Market capitalisation in mEUR	411.7
Discount to NAV per share in %	-2.3
Total shareholder return over quarter in % ²	0.2
Total shareholder return since IPO in % ^{2,3}	11.5
NAV total return over quarter in % ²	2.0
NAV total return since IPO in % ^{2,3}	16.2
Dividend (YTD) approved for 2022 in EUR cts/share ⁴	1.3125
Dividend (Q1) approved in EUR cts/share	1.3125
Dividend (Q1) declaration date	10.05.2022
Dividend (Q1) record date	20.05.2022
Dividend (Q1) payment date	17.06.2022

NAV vs. Share Price in EUR



Portfolio Composition

In March 2022, the Company acquired 100% of Greco (100 MWp), a solar PV construction asset located in the region of Andalucía in Spain. The Greco portfolio consists of two assets and is expected to have an operating life of 30 years.

Financial and Operational Highlights

- The Company's NAV as at 31 March 2022 was 421.6m euros or 103.42 cents per Ordinary Share (as at 31 December 2021 417.4m euros). This represents a NAV total return of 2.0% per Ordinary Share (increase of 0.8% in NAV with a dividend paid of 1.25 cents per Ordinary Share).
- Key driver of the NAV movement was the increase in short-term forecast power price curves for most investments (+1.4 cents per Ordinary Share). Increase in short-term CPI forecasts also had a positive impact (+0.9 cents per Ordinary share), medium and long-term assumptions remain unchanged. The positive NAV movement was partly offset by the dividend payment and other fund costs (-1.5 cents per Ordinary share).
- The valuation of the Norwegian wind assets was impacted by the potential introduction of a production tax for onshore wind farms. The valuation of The Rock, which is located in the Northern part of Norway, was further impacted by (i) a reduction in forecast power prices in the short to medium-term, driven by expectations of a recovery in the hydrological balance and thus increased supply of energy and (ii) delays associated with the commissioning of The Rock, as previously announced. These effects did not have a material impact on the Company's NAV for the quarter.
- Cash on hand⁵ as at 31 March 2022 was 87.7m euros and the Company has a 40.0m euros revolving credit facility. Remaining construction commitments to be funded by equity amount to 4.8m euros for Albeniz, deferred payment consideration amount to 90.0m euros for Greco excluding any earn-out payment.
- Production performance was 6.4% below budget due to lower than expected wind levels in Greece and lower precipitation levels in Portugal. This was partially offset by strong production from the Nordic assets, which was on average 5.9% above budget. Due to higher than expected power prices, revenues ended 7.2% above budget.
- Construction work at The Rock was completed in December 2021 and 32 out of 72 turbines have been commissioned. The Rock has received 50% of the revenue generated since 1 January 2022 and will continue to do so until commissioning. Completion is expected at the end of the second quarter of 2022, subject to weather conditions, which have improved recently.
- Albeniz is waiting for one final permit to be issued in order for the sale of electricity to commence, which is expected to be received before the end of the second quarter of 2022.

Market Development

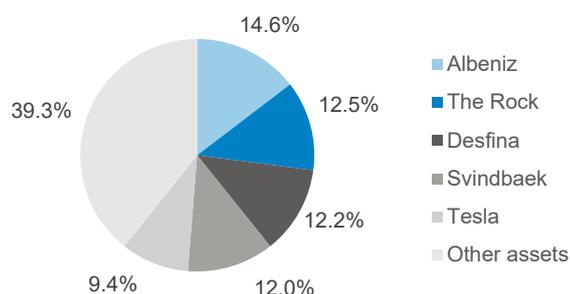
During the first quarter of 2022, power prices continued to increase throughout Europe. This trend has been driven by higher commodity prices, higher electricity demand during winter and limited supply of electricity from renewables. These trends have been much less pronounced in the Nordic countries given that their generation mix has a larger share of renewables.

Aquila European Renewables Income Fund Plc

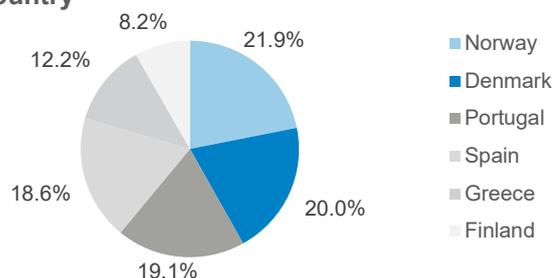
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Portfolio Breakdown Based on Fair Value⁶ as at 31 March 2022

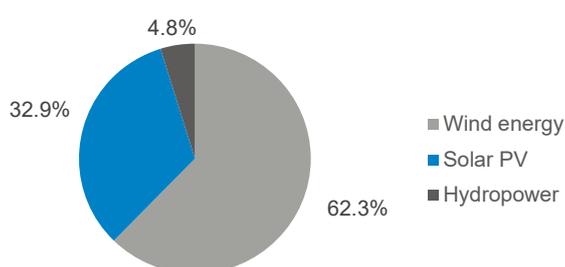
Assets



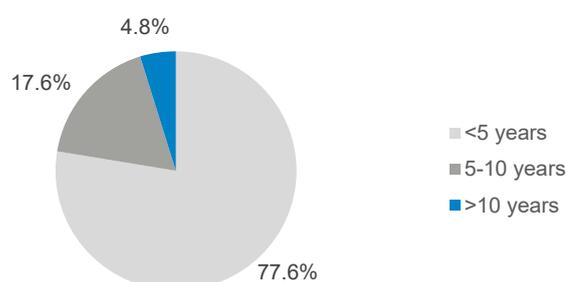
Country



Technology



Asset Age



Investment Policy

The Company will seek to achieve its investment objective, through investments in renewable energy infrastructure in continental Europe and the Republic of Ireland, comprising wind, photovoltaic and hydropower plants, and through investments in non-generating renewable energy related infrastructure.

Investment Advisor

Aquila Capital Investmentgesellschaft mbH (ACI) is the investment advisor and asset manager for the Company and is authorised and regulated by BaFin.

Contact

AERIF-Contact@aquila-capital.com

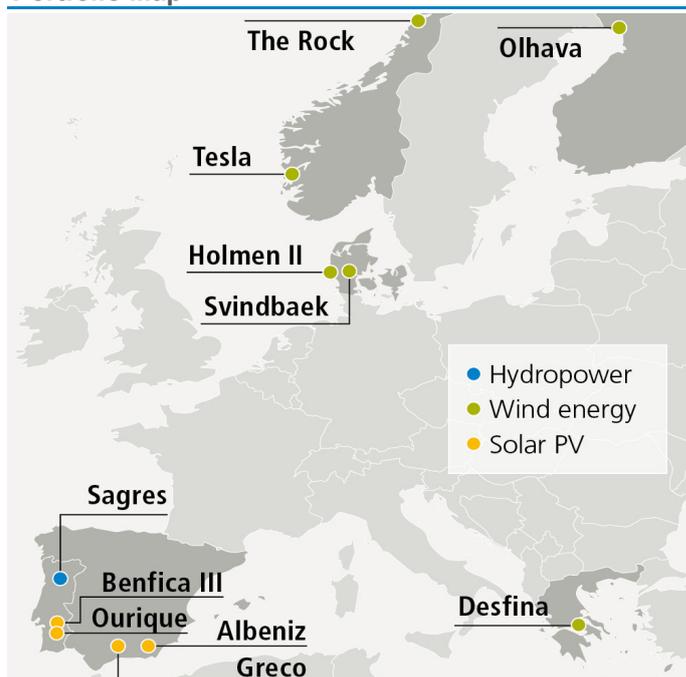
AIFM

Sanne Fund Management (Guernsey) Limited

Administrator

Sanne Fund Services (UK) Limited

Portfolio Map



1 Source: Bloomberg as at 31 March 2022.

2 Calculation includes dividends paid during the period.

3 Total shareholder return is based on an opening share price of EUR 1.00 and NAV total return is based on an opening NAV after launch expenses of EUR 0.98 per Ordinary Share.

4 Cumulative with respect to Q1 2022 in EUR cts/share.

5 Cash on hand includes cash positions of Aquila European Renewables Income Fund Plc and its wholly owned subsidiary, Tesseract Holdings Limited.

6 Allocation is based on fair value of the assets, equal to 336.5m euros (excluding cash and any other fund level items), unless stated otherwise.

Disclaimer

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