

# Aquila European Renewables Income Fund Plc

Quarterly Fact Sheet Q2 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, wind and solar PV investments across continental Europe and Ireland. Through the diversification of generation technologies, the seasonal production patterns of these asset types complement 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.

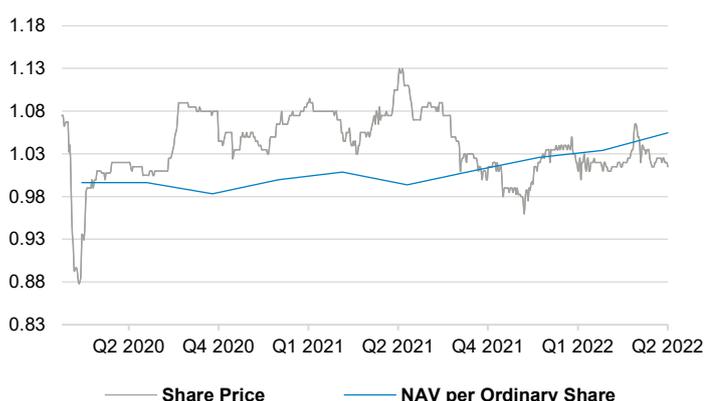
## Key Statistics

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 30 June 2022

Share price in EUR	1.0150
Share price in GBP <sup>1</sup>	0.8750
NAV per share in EUR (unaudited)	1.0549
NAV in mEUR (unaudited)	430.6
GAV in mEUR (unaudited)	570.9
No. of shares on issue in millions	408.2
Market capitalisation in mEUR	414.3
Discount to NAV per share in %	-3.8
Total shareholder return over quarter in % <sup>2</sup>	1.8
Total shareholder return since IPO in % <sup>2,3</sup>	13.3
NAV total return over quarter in % <sup>2</sup>	3.3
NAV total return since IPO in % <sup>2,3</sup>	19.7
Dividend (YTD) approved for 2022 in EUR cts/share <sup>4</sup>	2.6250
Dividend (Q2) approved in EUR cts/share	1.3125
Dividend (Q2) declaration date	04.08.2022
Dividend (Q2) record date	12.08.2022
Dividend (Q2) payment date	02.09.2022

## NAV vs. Share Price in EUR



## Portfolio Composition

In June 2022, the Company acquired a 100% interest in Tiza (30 MWp), an operating solar PV asset located in Spain. Tiza recently entered into a 6.5 year fixed price PPA with Axpo Iberia, which covers 70% of P50 production. Tiza is held at acquisition cost for the Q2 2022 NAV given it was acquired on 29 June 2022.

## Financial and Operational Highlights

- The Company's NAV as at 30 June 2022 was 430.6m euros or 105.49 cents per Ordinary Share (31 March 2022: 421.6m euros). This represents a NAV total return of 3.3% per Ordinary Share (+2.0 cents per Ordinary Share plus a dividend of 1.3125 cents per Ordinary Share).
- A key driver of the NAV movement was further increases in power price curves across the majority of the portfolio (+4.8 cents per Ordinary Share). Increase in short-term CPI forecasts also had a positive impact (+1.7 cents per Ordinary share), whilst medium and long-term assumptions remain unchanged. Positive NAV movement was partially offset by an increase in risk free rate, production tax introduced in Norway and the lower than expected hydropower production in Portugal. The increase in risk free rates across the portfolio led to an increase in the portfolio discount rate by 10bps to 6.6%. The valuation methodology continues to assume an average of two power price curves from independent market analysts over the life of each asset.
- Cash on hand<sup>5</sup> as at 30 June 2022 was 59.1m euros. During the second quarter 2022, the Company increased its existing credit facility limit (RCF) from 40.0m euros to 100.0m euros. Remaining commitments amount to 94.4m euros relating to Project Greco and to a lesser extent, Albeniz.
- Production performance was 9.4% below budget due to lower than expected wind levels in Greece and Norway as well as lower hydropower production due to the drought in Portugal. Revenues were above budget as a result of increasing power prices across Europe.
- At The Rock, energization of all 72 turbines was finalized and 57 turbines were commissioned. Completion is expected to take place at the end of the third quarter of 2022.
- Albeniz has been fully operational and generating revenue since the beginning of June. Final commissioning is expected during the third quarter of 2022.
- The Greco portfolio consists of two assets, Jaén (50 MWp) and Guillena (50 MWp). Completion of Jaén is expected between late 2022 and early 2023, while completion of Guillena is expected during the second quarter of 2023. Completion of Guillena was delayed from 2022 to 2023 due to access to the site being temporarily suspended, as the local authorities requested the construction of a nearby roundabout (at no cost to AERIF). This did not affect the valuation of Greco, which benefited from an uplift in value by 5% as a result of power prices and inflation.

## Market Development

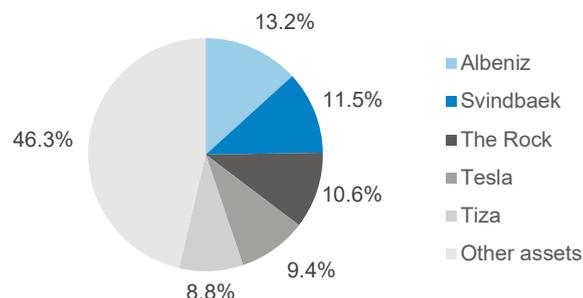
In the second quarter of 2022, power prices across Europe continued to increase. Although spot prices remained high across Europe, average prices in Iberia decreased due to the gas price cap and the drop in demand after the end of winter. In the Nordics, the increase in power price levels has been driven by a reduction in hydro reservoir levels and the impact of significantly more bullish interconnected Continental European and UK markets.

# Aquila European Renewables Income Fund Plc

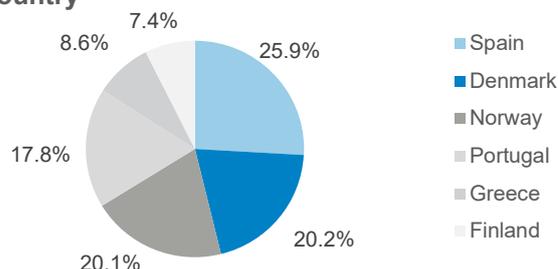
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## Portfolio Breakdown Based on Fair Value<sup>6</sup> as at 30 June 2022

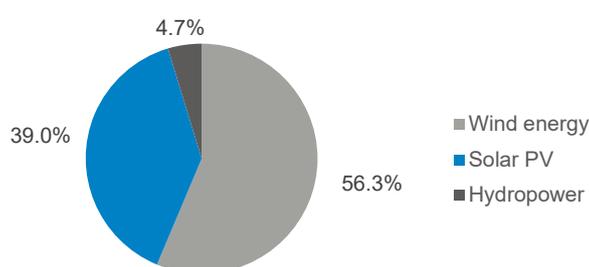
### Assets



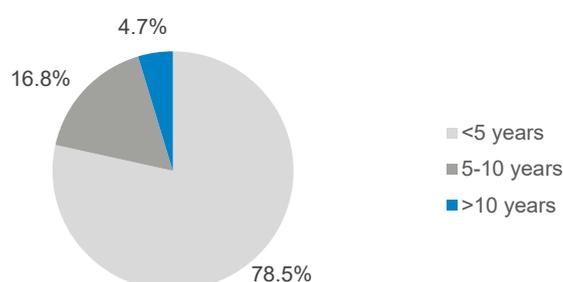
### Country



### 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](mailto:AERIF-Contact@aquila-capital.com)

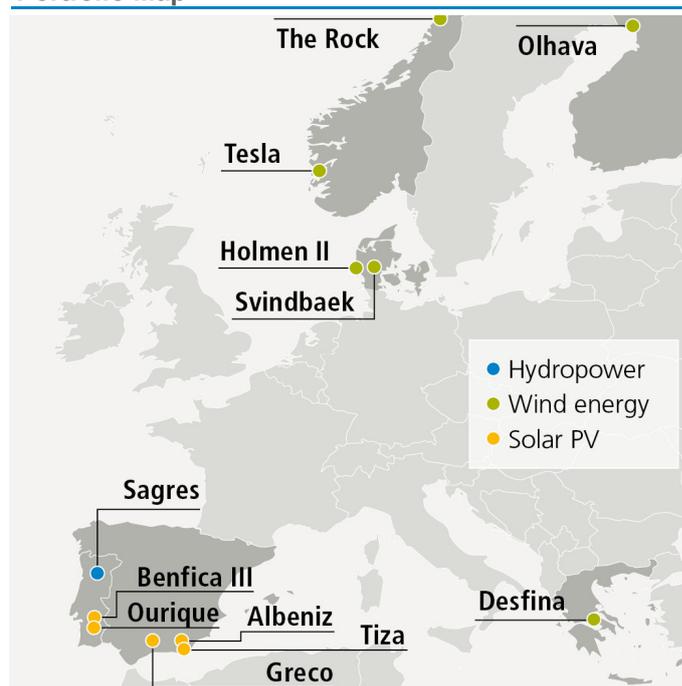
## AIFM

Sanne Fund Management (Guernsey) Limited

## Administrator

Sanne Fund Services (UK) Limited

## Portfolio Map



1 Source: Bloomberg as at 30 June 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 - Q2 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 373.4m euros (excluding cash and any other fund level items), unless stated otherwise.

## Disclaimer

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