

Aquila European Renewables Income Fund Plc

Quarterly Fact Sheet Q4 2020

Investment Strategy and Objective

The objective of the Aquila European Renewables Income Fund Plc (the 'Company') is to generate stable returns and provide investors with a diversified portfolio of renewable energy assets. The Company's target is to invest mainly in diversified operating and a limited number of greenfield renewable energy assets, such as hydropower plants, wind farms and solar photovoltaic (PV) parks, across continental Europe and Ireland. The varied seasonal production of these asset types works to balance the cash flow of the Company, while geographical diversification reduces the Company's exposure to any 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 2020 in EUR cts/share	4.0
Target dividend with respect to 2021 in EUR cts/share	5.0

Key Performance Figures as at 31 December 2020

Share price in EUR	1.0650
Share price in GBP*	0.9625
NAV per share in EUR (unaudited)	0.9996
NAV in EUR m (unaudited)	316.9
No. of shares in issue	317,037,109
Market capitalisation in EUR m	337.6
Premium to NAV per share in %	6.5
Total shareholder return over quarter in %**	-0.2
Dividend paid/approved in 2020 in EUR cts/share***	4.0
Dividend (Q4) paid/approved in EUR cts/share	1.25
Dividend (Q4) declaration date	04.02.2021
Dividend (Q4) record date	19.02.2021
Dividend (Q4) payment date	12.03.2021

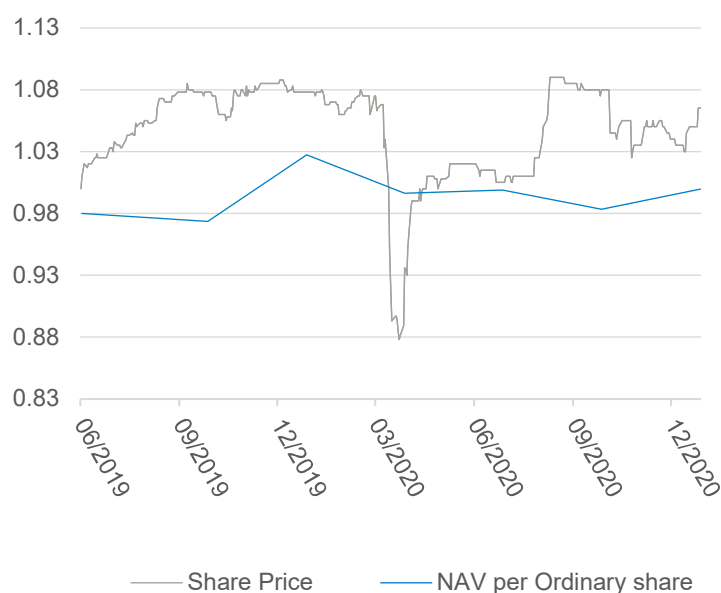
Portfolio Composition

Following the acquisition in October 2020 of the Portuguese solar PV asset Benfica III, the Company successfully acquired 100% of Albeniz, a Spanish solar PV construction project, and 89% of Desfina North, an operational wind farm in Greece, in December. Albeniz is a 50 MWp project located in the south of Spain, one of the highest yielding regions in Europe. Construction is expected to be completed at the end of 2021 and the asset is expected to have an operating life of 30 years. Desfina North is an operating, onshore wind asset, which consists of two wind farms with an aggregate capacity of approximately 40 MW. The project is supported by a 20-year feed-in premium covering 100% of production. Desfina North is expected to have an operating life of 25 years.

Financial and Operational Highlights

- In October, the Company raised 127.5m euros through the issue of 122,902,772 Ordinary Shares at 1.0375 euros per share.
- In Q4 2020, the Company successfully expanded the portfolio with Benfica III (Solar PV, POR), Albeniz (Solar PV, ESP) and Desfina North (Wind, GRE).
- The Company's NAV as at 31 December 2020 was 316.9m euros or 99.96 cents per Ordinary Share. Compared to 30 September 2020 this represents a NAV total return of 2.9% per Ordinary Share (1.7% NAV increase together with dividend paid of 1.25 cents per Ordinary Share). During the period the manager has moved from a rolling average of a single power price curve forecast and has instead adopted a blend of two curve provider's forecasts, in both cases applying the generation weighted average figures. The manager believes that this change results in a more conservative approach as it better reflects actual power prices and reduces the overall volatility around future forecast levels. Commensurate with this there has been a reduction in discount rates to reflect the more conservative cashflow assumptions which, all other things being equal, has in aggregate a net neutral impact on the NAV in the period. The NAV uplift in Q4 was instead driven by a premium to NAV share capital issuance and asset-level movements.
- The portfolio's power production was 2.0% higher than forecast during Q4 2020 and closed the year 6.5% above budget.
- The Company will publish its 2020 annual report in the first half of 2021.

NAV vs. Share Price in EUR



*Source: Bloomberg as at 31.12.2020

**Calculation includes dividends paid during the period.

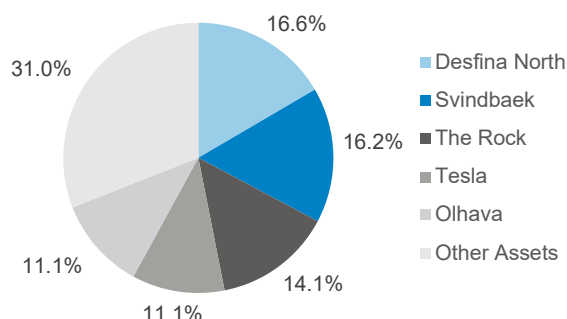
***With respect to Q1 2020 - Q4 2020 in EUR cts/share.

Aquila European Renewables Income Fund Plc

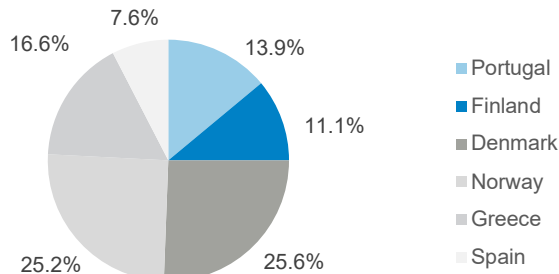
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Portfolio Breakdown Based on Fair Value as at 31 December 2020

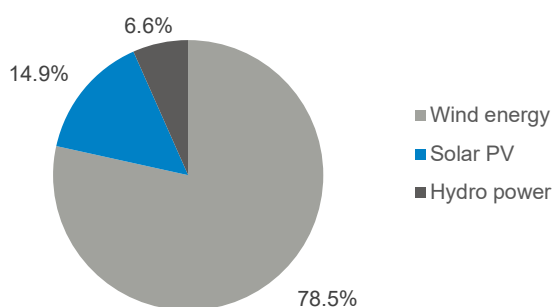
Assets



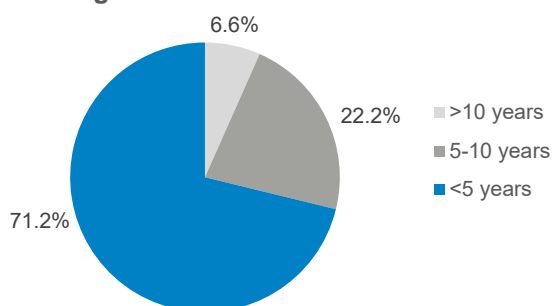
Country



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

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AIFM

International Fund Management Limited

Administrator

PraxisIFM Fund Services (UK) Limited

Disclaimer

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Portfolio Map

