

First Quarter Results 2017

**SAETA YIELD INCREASES ITS REVENUE BY 42%
UP TO 70.2 MILLION EUROS, AND ITS EBITDA BY
40% UP TO 43.1 MILLION EUROS**

- **The positive increase in EBITDA increases cash flow from operating assets by 10.4% up to 41.8 million euros, and reinforces the company's dividend policy**
- **The Board of Directors approved the dividend corresponding to the first quarter of 2017 - for the sum of 0.1882 euros per share - to be paid on 31 May, which is 6.8% higher than the dividend corresponding to the first quarter of 2016**
- **In the first quarter of 2017 Saeta Yield announced the purchase of two wind farms with a total of 95 MW in operation in Uruguay, its first international purchase, a transaction which should close in the next few weeks**
- **In the next few quarters the company foresees the acquisition of new energy assets and has more than 300 million euros liquidity set aside for this purpose**

In the first quarter of 2017 Saeta Yield increased its cash flow from operating assets by 10.4% up to 41.8 million euros, which reinforces its dividend policy. The positive increase in revenues and EBITDA - with growth of 42% and 40% respectively - explains this increase in cash flow. The company will continue with the operational asset purchase strategy, which generates value for its shareholders and increases dividends, after announcing its first international acquisition in Uruguay during the first quarter.

During the first quarter, Saeta Yield's operating income grew by 42% up to 70.2 million euros and EBITDA grew by 40% up to 43.1 million euros.

These increases were due to consolidation of the Extresol 2 and 3 solar thermal plants for a whole quarter, whereas in 2016 they only contributed from the time of purchase on 22 March, as well as the increase in the price of electricity in the wholesale market in comparison with 2016.

Main figures	<i>Units</i>	3M16	3M17	<i>Var. %</i>
Installed capacity	<i>MW</i>	789	789	+0.0%
Electricity output	<i>GWh</i>	426	319	-25.2%
Average Market price	<i>€/MWh</i>	30.6	55.5	+81.2%
Total Revenues	<i>€m</i>	49.4	70.2	+42.1%
EBITDA	<i>€m</i>	30.8	43.1	+40.2%
Margin on revenues		62.2%	61.4%	-0.8 p.p
Attributable net result	<i>€m</i>	-1.3	1.3	<i>n.a.</i>
Cash Flow Op. Assets	€m	37.9	41.8	+10.4%
Dividends paid	<i>€m</i>	14.3	15.4	+7.7%
Net debt (<i>Dec16 vs. Mar17</i>)	<i>€m</i>	1,170.8	1,149.0	-1.9%

As a result of the EBITDA increase, the operational asset cash flow of the company rose in the first quarter to 41.8 million euros, which represents a 10.4% increase in comparison to the same period last year. This is a key figure, as Saeta Yield distributes its dividends in accordance with expected changes to operational asset cash flow over the next few years.

The Company's net debt has fallen 2% compared with the recorded figure in December 2016 thanks to the contribution of the operational cash flow.

Attractive dividend

The Saeta Yield Board of Directors, chaired by José Luis Martínez Dalmau, approved the dividend payment corresponding to the first quarter of 2017 for the sum of 0.1882 euros per share, which will be paid on 31 May 2017.

This payment confirms the stability and sustainability of the company's dividend policy and represents a 6.8% increase with regards to the dividend corresponding to the first quarter of 2016.

In annual terms, this payment would imply an implicit payment of a total dividend of at least 0.7528 euros per share in 2017.

With these figures, Saeta Yield is one of the most profitable companies on the Madrid Stock Market with a dividend return over 8%.

New acquisitions

On 25 January Saeta Yield announced an agreement to purchase Carapé I and II, two operational wind farms in Uruguay, the acquisition of which should be closed in the next few weeks.

This purchase, which will involve a payment of a little under 80 million euros, will add 95 MW to Saeta Yield's current production capacity, which is 789 MW.

These assets help increase the company's cash flow from the first year, and the price paid assures a high rate of return for shareholders. Furthermore, this acquisition in Uruguay contributes to the Company's international diversification.

Saeta Yield's strategic plan includes the acquisition of operational energy assets, mainly abroad Spain. These can come from both ACS and Bow Power, with which Saeta Yield has a right of first offer (RoFO), as well as from third parties. These acquisitions will contribute to the geographic diversification of the Company's assets.

The company has a total liquidity of 301 million euros to spend on the abovementioned purchase of Carapé I and II and to deal with this investment plan in the next few quarters.

About Saeta

Saeta Yield is an investment opportunity which combines an attractive dividend yield thanks to the cash flow created by its asset portfolio of 789 MW of renewable wind and solar thermal energy in Spain, with growth in the dividend per share in the coming years through the acquisition of new renewable assets. These can come from Bow Power and ACS, companies with which it has agreed on a right of first offer (RoFO), as well as third parties in Europe and Latin America.

Saeta Yield (SAY.MC) is listed on the continuous market. More information at www.saetayield.com