

English Version



saetayield

**6M16 MANAGEMENT REPORT
(JANUARY – JUNE)**

September 28th, 2016

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Note: Translation of this report has been based on a document originally written in Spanish. In event of discrepancy, the Spanish language version prevails.

1. Selected consolidated data

The information in this report is based on consolidated figures of Saeta Yield, S.A. and its subsidiaries¹, and is presented according to management criteria². Non audited figures.

Main figures	<i>Units</i>	6M15	6M16	<i>Var. %</i>
Installed capacity	<i>MW</i>	689	789	+14.5%
Electricity output	<i>GWh</i>	796	908	+14.0%
Average Market price	<i>€/MWh</i>	47.1	30.1	-36.1%
Total Revenues	<i>€m</i>	113.3	128.5	+13.4%
EBITDA	<i>€m</i>	79.1	88.9	+12.4%
Margin		69.8%	69.2%	-0.7 p.p
Attributable net result	<i>€m</i>	-6.8	8.2	<i>n.a.</i>
Cash Flow Op. Assets	<i>€m</i>	38.4	21.5	-44.1%
Dividends paid	<i>€m</i>	6.7	28.6	+327.9%
Total net debt (<i>vs. Dec15</i>)	<i>€m</i>	722.9	1,198.1	+65.7%

- In the first semester of 2016 Saeta Yield completed successfully its first dropdown with the acquisition of Extresol 2 and Extresol 3, which has allowed the Group to increase its installed capacity in Spain up to 789 MW, its recurrent CAFD to € 68.2 m and its annual recurrent dividend³ to € 61.4 m.
- Revenues and EBITDA of Saeta Yield in this period grew by 13% and 12% respectively, affected positively by the consolidation of Extresol 2 and Extresol 3, the increase in production and the accounting of the regulatory rights accrued by Saeta Yield, thanks to the price bands regulatory mechanism. This effect is a consequence of the severe drop of the electricity price in the market.
- In the first six months of 2016 the company has already paid € 29 m of dividends, equivalent to 0.35 euros per share⁴, corresponding to two payments, the Q4 of 2015 and the 1Q of 2016.
- After the closing of the period the company paid the dividend corresponding to 2Q of 2016, of 0.1882 euros per share, last 29th of August. Therefore, in 2016 the accumulated dividend payment of Saeta Yield accounted for 0.54 euros per share. This confirms the increase of dividend announced after the acquisition of Extresol 2 and Extresol 3.

Saeta Yield net debt accounts for € 1,198 m, equivalent to a Net Debt to EBITDA⁵ ratio of 5.7x. Average cost of the debt accounts for 4.4%.

1 Operational and financial data include the contribution of Extresol 2 and Extresol 3 for 10 days in the period, since March 22, 2016. This footnote applies to all 2016 information in this report.

2 Consult paragraph 11 to obtain the description of the alternative performance indicators.

3 Annual expected dividend according to the current dividend policy. The Board of Directors could modify this policy if required.

4 Based on Saeta Yield, S.A.'s shares currently outstanding: 81,576,928

5 Includes the EBITDA accounted by Saeta Yield in 2015 plus the EBITDA of Extresol 2 and Extresol 3.

2. Significant events

- On March 22, 2016, Saeta Yield completed and made effective the acquisition of 100% of the Concentrated Solar Thermal Plants of Extresol 2 and Extresol 3 from Bow Power, the JV development company of Grupo ACS and Global Infrastructure Partners, for an equity value of € 118 m.

Both CSP Plants, of 49.9 MW each of installed capacity, are located in Badajoz, Spain, near Extresol 1, a plant already in the current portfolio of assets of Saeta Yield.

The expected recurrent annual cash available for distribution (CAFD), before the equity financing, of both plants accounts for € 12.5 m, thus meaning an implicit c. 10.5% cash yield. As a consequence of this dropdown, the expected recurrent CAFD of the Group will reach for € 68.2 m, including the proportional allocation of funding costs of the acquisition. Both plants consolidate since the day of its acquisition.

- The 22nd of March, 2016, Saeta Yield made effective a dividend increase of a 7.7% for 2016, up to € 61.4 m per year. This amount will be paid in four quarterly payments, in accordance with the dividend policy of the company.
- The 27th of July, 2016, the Board of Directors approved the 2016 Stock Options plan for the management team of Saeta Yield for a total 470,000 shares. This remuneration scheme was approved by the Annual General Meeting held by June 22nd, 2016.
- Saeta Yield has distributed in 2016 the following dividends amounts:
 - The Board of Directors approved the 25th of February, 2016, to distribute € 14.25 m (€ 0.1747 per share) as dividend charged to the share premium. This dividend has been paid the 3rd of March, 2016, and corresponds to the 4Q dividend payment of 2015.
 - On the 11th of May, 2016, the Board of Directors of Saeta Yield approved the 2016 first quarterly payment⁶, a distribution of € 14.37 m (€ 0.1762 per share) of the share premium, paid the 1st of June, 2016.
 - The 27th of July, 2016, the Board of Directors of Saeta Yield approved the 2016 second quarterly payment, a distribution of € 15.35 m (€ 0.1882 per share) of the share premium, paid the 29th of August, 2016.

⁶ The first quarter dividend of 2016 has been prorated accordingly to the contribution of Extresol 2 and Extresol 3 (since March, 22, 2016)

3. Consolidated income statement

Income statement (€m)	6M15	6M16	Var. %	2Q15	2Q16	Var. %
Total revenues	113.3	128.5	+13.4%	59.4	79.1	+33.2%
Staff costs	-0.7	-1.1	+55.1%	-0.5	-0.8	n.s.
Other operating expenses	-33.5	-38.5	+15.1%	-16.8	-20.2	+20.1%
EBITDA	79.1	88.9	+12.4%	42.1	58.2	+38.2%
Depreciation and amortization	-38.9	-46.1	+18.5%	-19.7	-26.2	+33.0%
Provisions & Impairments	0.0	0.0	n.a.	0.0	0.0	n.a.
EBIT	40.2	42.8	+6.4%	22.4	32.0	+42.7%
Financial income	0.3	0.1	-57.5%	0.1	0.1	-4.5%
Financial expense	-51.2	-31.5	-38.5%	-12.4	-18.8	+52.1%
Fair value variation of financial instruments	0.0	-0.7	n.a.	0.0	-0.7	n.a.
Profit before tax	-10.7	10.7	n.a.	10.1	12.6	+24.0%
Income tax	3.8	-2.6	n.a.	-3.0	-3.1	+4.9%
Profit attributable to the parent	-6.8	8.2	n.a.	7.2	9.5	+31.9%

3.1. Key operating figures

Saeta Yield has produced 908 GWh of electricity, showing a 14% increase compared to 6M15.

Main operational figures Breakdown by technology	Wind			CSP		
	6M15	6M16	Var.	6M15	6M16	Var.
Installed capacity (MW)	539	539	+0.0%	150	250	+66.7%
Electricity output (GWh)	569	623	+9.6%	228	285	+25.1%
Market Price (€ per MWh)	47.1	30.1	-36.1%	47.1	30.1	-36.1%
Steepness	89.2%	84.7%	-4.5 p.p	101.2%	102.4%	+1.2 p.p
Achieved Price (€ per MWh)	42.0	29.3	-30.4%	46.1	30.8	-33.1%

Wind assets achieved a production of 623 GWh with an average availability of 98.5%. Output was ahead of last year's figure after a very windy beginning of the year.

Solar thermal assets achieved a production of 285 GWh, with a performance ratio of 109.7%⁷. In this case the growth experienced is due to the contribution of Extresol 2 and Extresol 3.

Average Spanish wholesale market price had a weak performance in the first six months of this year, down to € 30.1 per MWh (vs. € 47.1 per MWh in 6M15). The impact in the price is caused by high wind and hydro production, as well as low fossil fuel prices.

Due to the persistence of this low prices scenario, and as a consequence of the band mechanism to protect versus price volatility included in the renewables regulation in Spain⁸, Saeta Yield has accounted on its revenues a regulatory right for the company of € 6.7 m. This regulatory right will be collected during the whole life of the assets.

⁷ The performance ratio measures the real production of the plants vs. the theoretical production based on existing weather conditions.

⁸ According to the regulation, the maximum exposure to the price risk is 6€/MWh compared to the Price established in the regulation.

3.2. Revenues

In the first half of 2016 Saeta Yield achieved revenues of € 129 m, with wind assets contributing with 39% of revenues and solar thermal assets with 61%. This represents a 13% increase compared to the revenues registered the same period last year. This growth comes from the contribution of Extresol 2 and Extresol 3.

Revenues & EBITDA <i>Breakdown by technology. Excl. Holdco</i>	Wind			CSP		
(€m)	6M15	6M16	Var.	6M15	6M16	Var.
Total Revenues	53.0	49.8	-6.0%	60.1	78.5	+30.5%
% of total, excl. Holding	47%	39%		53%	61%	
EBITDA	36.8	34.6	-6.2%	45.8	55.1	+20.5%
% of total, excl. Holding	45%	39%		55%	61%	



3.3. Operating earnings

EBITDA achieved was € 89 m, a figure 12% ahead than in the same period of 2015. EBITDA is affected negatively by the low electricity prices, an impact that is partially compensated by the price band protection mechanism already described. Additionally, HoldCo costs are slightly higher this year compared to 2015. Growth comes from the contribution of Extresol 2 and Extresol 3 since the acquisition of the assets the 22nd of March, 2016.

EBIT accounted for € 43 m, and includes € 46 m of asset depreciation, a figure clearly higher than in 2015 due to the consolidation of the new thermal solar plants.

3.4. Financial results

Saeta Yield's financial consolidated result was € -31 m. The significant improvement compared to 2015 mainly comes from the extraordinary negative results after the restructuring of interest rates swap contracts that took place concurrent with the IPO. This amounted to a € 26 m extraordinary expense registered in the Income Statement.

Not taking into account those extraordinary financial expenses last year, the comparable financial expenses increase after the contribution of Extresol 2 and Extresol 3 and the financial expenses of the new financing of Serrezuela.

3.5. Attributable net profit

Attributable consolidated net result for 6M16 amounted to € 8 m. In 2015 net result amounted to € -7 m and included the € 26 m extraordinary financial gross expenses (€ 19 m net) from the IRS restructuring detailed above. Not taking into consideration those, net profit last year would have amounted to € 12 m. This reduction in comparable terms comes mainly from the depreciation and financial expenses increase.

4. Consolidated balance sheet

Consolidated balance sheet (€m)	31/12/2015	30/06/2016	Var. %
Non-current assets	1,407.5	1,957.6	+39.1%
Intangible assets	0.2	0.2	+4.3%
Tangible assets	1,337.8	1,841.0	+37.6%
NC fin. assets with Group companies & rel. parties	1.3	1.2	n.a.
Equity method investments	0.0	12.9	n.a.
Non-current financial assets	7.1	10.1	+42.3%
Deferred tax assets	61.2	92.3	+50.8%
Current assets	244.3	282.9	+15.8%
Inventories	0.5	0.3	-24.0%
Trade and other receivables	58.0	71.6	+23.4%
C fin. assets with Group companies & rel. parties	2.2	3.8	+76.3%
Other current financial assets (incl. DSRA)	45.2	66.7	+47.6%
Cash and cash equivalents	138.4	140.4	+1.4%
TOTAL ASSETS	1,651.8	2,240.5	+35.6%
Equity	570.5	547.1	-4.1%
Share capital	81.6	81.6	+0.0%
Share premium	696.4	667.8	-4.1%
Reserves	-127.9	-111.8	-12.6%
Profit for the period of the Parent	16.1	8.2	n.a.
Adjustments for changes in value – Hedging	-95.6	-98.6	+3.1%
Non-current liabilities	965.2	1,515.0	+57.0%
Non-current Project finance	848.2	1,317.2	+55.3%
Derivative financial instruments	80.6	142.8	+77.1%
Deferred tax liabilities	36.4	55.0	+51.3%
Current liabilities	116.0	178.4	+53.7%
Current Project finance	58.3	88.0	+50.9%
Derivative financial instruments	22.5	36.5	+62.4%
Other financial liabilities with Group companies	0.1	0.0	n.a.
Trade and other payables	35.1	53.9	+53.4%
TOTAL EQUITY AND LIABILITIES	1,651.8	2,240.5	+35.6%

4.1. Assets and liquidity

Saeta Yield assets reached € 2,240 m, with a significant contribution from tangible assets, mostly related with the company's generation facilities net valued at € 1,841 m (82%). After the consolidation of Extresol 2 and Extresol 3 this account increased by 38%.

In the asset side, it is also worth to highlight the cash account of € 140 m, whilst the other current financial assets account includes the debt service reserve account (DSRA) that accounts for € 64 m.

This cash position of € 140 m, together with the holding company revolving credit facility for € 80 m and the undisposed funds from the financing of Serrezuela of c. € 73 m, accounts for a total liquidity of the Group of c. € 293 m.

4.2. Net debt

Leverage (€m)	31/12/2015	30/06/2016	Var. %
Gross debt	906.6	1,405.2	+55.0%
Long term project finance	848.2	1,317.2	+55.3%
Short term project finance	58.3	88.0	+50.9%
Cash and other cash equivalents	183.6	207.1	+12.8%
Cash and cash equivalents	138.4	140.4	+1.4%
DSRA	40.8	63.8	+56.4%
Other current financial assets	4.4	2.9	-33.9%
NET DEBT	722.9	1,198.1	+65.7%
Net Debt / EBITDA	4.6x	5.7x	

Net debt, defined as gross banking debt minus cash, equivalents and other current financial assets, at the closing of the period reached € 1,198 m (vs. € 723 m at the end of 2015). This increase is the result of € 118 m equity investment in Extresol 2 and Extresol 3, as well as the debt consolidation of these subsidiaries from March 22, 2016. The leverage is equivalent to a Net Debt to EBITDA (pro forma⁹) ratio of 5.7x.

It should be noted that Saeta Yield's gross debt is all bank non recourse project finance. The debt's average pending maturity is 14 years. Finally, it should also be highlighted that c. 75% of the projects' outstanding debt is hedged to interest rates through IRS derivative contracts.

Average cost of debt accounts for a 4.4%.

4.3. Equity

Saeta Yield's equity booked at the closing of the period was € 547 m, vs. € 571 m at the end of 2015. The overall reduction was driven by the dividends charged to the share premium distributed in the period.

⁹ Includes the EBITDA accounted by Saeta in 2015 plus the EBITDA of Extresol 2 and Extresol 3.

5. Consolidated cash flow statement

Consolidated cash flow statement (€m)	6M16	6M16 Extraord. (1)	6M16 Operating Assets	6M15	6M15 Extraord. (2)	6M15 Operating Assets
A) CASH FLOW FROM OPERATING ACTIVITIES	62.7	0.0	62.7	41.6	-14.5	56.1
1. EBITDA	88.9	0.0	88.9	79.1	0.0	79.1
2. Changes in operating working capital	4.6	0.0	4.6	-12.3	-14.5	2.2
a) Inventories	0.1	0.0	0.1	0.1	0.0	0.1
b) Trade and other receivables	8.4	0.0	8.4	6.0	0.0	6.0
c) Trade and other payables	2.2	0.0	2.2	-14.7	-14.5	-0.2
d) Other current & non current assets and liabilities	-6.2	0.0	-6.2	-3.7	0.0	-3.7
3. Other cash flows from operating activities	-30.8	0.0	-30.8	-25.3	0.0	-25.3
a) Net Interest collected / (paid)	-32.8	0.0	-32.8	-24.1	0.0	-24.1
b) Income tax collected / (paid)	2.0	0.0	2.0	-1.2	0.0	-1.2
B) CASH FLOW FROM INVESTING ACTIVITIES	-90.9	-91.4	0.6	8.7	0.0	8.7
5. Acquisitions	-90.4	-91.4	1.0	-0.4	0.0	-0.4
6. Disposals	-0.4	0.0	-0.4	9.1	0.0	9.1
C) CASH FLOW FROM FINANCING ACTIVITIES	30.1	100.6	-70.5	36.6	69.7	-33.1
7. Equity instruments proceeds	0.0	0.0	0.0	200.1	200.1	0.0
8. Financial liabilities issuance proceeds	103.6	103.6	0.0	66.8	66.8	0.0
9. Financial liabilities amortization payments	-44.9	-3.1	-41.9	-223.6	-197.2	-26.4
10. Dividend payments	-28.6	0.0	-28.6	-6.7	0.0	-6.7
D) CASH INCREASE / (DECREASE)	2.0	9.1	-7.2	86.9	55.2	31.7
Cash Available for Distribution (CAFD)	30.6	9.1	21.5	93.6	55.2	38.4

- (1) Related with the acquisition of Extresol 2 and Extresol 3 and the financing of Serrezuela.
(2) Related with the transactions concurrent with the IPO process: debt repayment, swap restructuring, intragroup accounts settlement and cash contribution

Saeta Yield in the period generated a cash flow available for distribution of € 31 m prior to dividend payments, out of which € 21.5 m were due to the operations of the assets of the Company and € 9 m came from growth activities and its financing, including the 118 m paid for Extresol 2 and Extresol 3, the € 26 m of cash consolidated from those plants when acquired, and the financing of Serrezuela Solar (€101 m net of upfront fees).

Compared to the same period of 2015, working capital variation in 2016 includes the positive effect of the 2013 regulatory rights collected in Serrezuela and in the negative side the account receivable from the regulatory right accrued. In 2016 the company has paid a higher interest amount after the acquisition of Extresol 2 and Extresol 3 and the financing of Serrezuela, partially compensated by the positive fiscal effect in the semester. In 2016 debt service payments accounted for € 42 m. Finally, in 2016 the company has paid € 22 m more in dividends than in the same period of last year.

6. Relevant events after the reporting period

- The 27th of July, 2016, the Board of Directors of Saeta Yield approved the 2016 second quarterly payment, a distribution of € 15.35 m (€ 0.1882 per share) of the share premium, paid the 29th of August, 2016.
- In the same Board of Directors have been approved the 2016 Stock Options plan for the management team of Saeta Yield for a total 470,000 shares. This remuneration scheme was approved by the Annual General Meeting held by June 22nd, 2016.

7. Capital Structure

On June 30, 2016 and on December 31, 2015 the Parent Company share capital was comprised of 81,576,928 shares of EUR 1 par value each, all of the same class and series and fully subscribed and disbursed, which represent a share capital of EUR 81,577 thousand. All the Saeta Yield, S.A. shares are listed, since February 16, 2015, in the Spanish Stock Exchanges and are contracted in the continuous market.

The significant shareholders on June 30, 2016 and on December 31, 2015 are the following:

	June 30 th , 2016		December 31 st , 2015	
	Shares	% Capital	Shares	% Capital
Cobra Concesiones , S.L. ¹⁰	19,750,212	24.211%	19,750,212	24.211%
GIP II Helios, S.à.r.l	19,587,058	24.011%	19,587,058	24.011%
Arrowgrass Capital Partners LLP	2,383,975	2.922%	2,736,090	3.354%
Morgan Stanley Investment Management INC	4,138,247	5.073%	2,449,137	3.002%
Free float	35,717,436	43.783%	37,054,431	45.422%
TOTAL	81,576,928	100%	81,576,928	100%

Each share confers the holder the right to cast a vote and all shares grant the same dividend and voting rights. The Group does not hold treasury stock.

¹⁰ These company wholly belong to the ACS, Actividades de Construcción y Servicios, S.A. Group

8. Main risks and uncertainties description

Saeta Yield currently runs its business activity in Spain and, therefore, it is exposed to inherent risks related to the socioeconomic, legal, and regulatory environment of the country.

Saeta Yield monitors and controls such risks in order to avoid them reducing shareholders' profitability, endangering its employees or its corporate reputation or impacting negatively the company as a whole.

In order to accomplish such risk monitoring task, Saeta Yield has defined procedures to identify them in advance so they can be properly handled, by avoiding or minimizing their impact.

Additionally to these risks inherent to its business activity, Saeta Yield is also subject to certain financial risks:

- Interest rates risk is reduced by means of financial derivative instruments which hedge the cost of c. 75% of the outstanding debt.
- Liquidity risks are managed by Saeta Yield by means of:
 - A solid liquidity position of €140 m in June 2016.
 - A three-year €80m revolving credit facility contracted with several financial institutions.
 - € 73 m, net of the DSRA, not disposed in Serrezuela financing.
- To conclude, credit risk is considered to be low since the two Saeta Yield's main counterparties nowadays are: (i) the Iberian Electricity Market Operation (OMIE) that has a flawless payment history and; (ii) the Spanish Electricity Tariff, which, once the regulatory reform was concluded, is demonstrating to have solvent and balanced economics.

The risk related to market revenues due to uncertainties in the electricity production derived from renewable technologies dependent on weather conditions - wind resource and solar irradiation – as well as the evolution of the Spanish wholesale market price. Saeta Yield continuously monitors existing alternatives on the market to manage this risk.

Likewise, there is not full certainty with regard to Saeta Yield's strategic objective of increasing its dividend per share based on new assets intended to be acquired to Bow Power – the renewable asset development company created by ACS and GIP – or to third parties.

For the next semester and with regard to the information currently available, Saeta Yield expects to face business risks similar to the ones within the previous semester.

9. Information on related parties

The related parties' transactions in the period can be summarized as:

- Those related with the operation and maintenance (O&M) as well as with the electricity production control center (CECOVI) that our project companies have contracted with other subsidiaries of ACS Group, Saeta Yield's main shareholder.
- The 22nd of March, 2016, Saeta Yield completed and made effective the acquisition of 100% of the Concentrated Solar Thermal Plants of Extresol 2 and Extresol 3 from Bow Power, the JV development company of Grupo ACS and Global Infrastructure Partners, for an equity value of € 118 m.

All the above mentioned contracts and agreements have been executed under market conditions.

10. Other corporate matters

The Integrated Report of Saeta Yield, available in the webpage of the company (www.saetayield.com) includes additional details on environmental and human resources policies of the Group and its results.

10.1. Environmental Protection

Saeta Yield Group's activity contributes strongly to the protection of the environment. The energy produced at its plants comes from renewable sources thereby avoiding the emission of greenhouse gases into the atmosphere. This demonstrates the commitment of Saeta Yield to sustainability.

Nevertheless, our activity also has an environmental impact, directly as a result of the alteration of the environment or indirectly by the consumption of materials, energy and water resources. The Group operates in a way that respects the law, adopting the most efficient measures to reduce these negative effects.

Saeta Yield in compliance with the Environmental Impact Statements for each of its plants is ongoing monitoring the environment during and implementing various compensatory measures. Likewise, in his interest in improving the environment and reducing environmental impact, Saeta Yield analyses potential improvements in their production systems: efficiency in energy consumption, reduced water consumption, etc.

10.2. Human Resources

The Saeta Yield Group employed at the end of the period a total of 41 people, of whom 15 are women and 26 are men. In turn, 38 of its employees are university graduates.

10.3. Research and development

Saeta Yield has internal working groups to study possible improvements in its plants, aimed at increasing efficiency in the production and consumption of resources.

11. Alternative performance indicators

Saeta Yield presents its results according to the International Financial Reporting Standards (IFRS), nevertheless, uses some alternative performance indicators to provide with additional and comparable information, to ease the performance evaluation of the company.

In accordance with the ESMA directives, in this paragraph are described those indicators used by Saeta Yield in this document:

Total Revenues	Revenues + Other operating revenues
Other operating expenses	Cost of materials used and other external expenses + Other operating expenses
EBITDA	Operating income + Depreciation and amortization charge + Provisions and Impairments
EBIT	Operating income
Net Debt	Current & Non-current project finance + Cash and cash equivalents + Other current financial assets
EBITDA 15 (pro-forma)	Calculated as the EBITDA of Saeta Yield in 2015 plus the EBITDA of Extresol 2 and Extresol 3 in the same year
Average cost of debt	Weighted average of the interest rate per project according to the total gross debt per project
CAFD (Cash available for distribution)	Net increase / (decrease) in cash and cash equivalents + dividend payments
Extraordinary CAFD	Extract of the cash variation accounts related to the acquisition of Extresol 2 and Extresol 3 and the financing of Serrezuela Solar in 2016, and the transactions concurrent with the IPO in 2015
CAFD Operating assets or Cash Flow Operating assets	Rest of cash variation accounts not included in the previous indicator
Recurrent CAFD	Referred to the average of three full years of contribution of all the assets in Saeta Yield's portfolio. This contribution is calculated using the revenues according to the regulatory scheme (both in terms of market revenues as in terms of regulated revenues), a cost structure as described in the IPO prospectus, the debt service requirements of the current portfolio of assets (excluding non-disposed financing in Serrezuela) and the hypothesis established in the IPO prospectus regarding cash flows from financing and investing activities, tax payments and working capital changes.
Annual recurrent dividend	According to the current dividend policy, Saeta Yield pays 90% of the current annual recurrent CAFD.
Financial results	Financial income - Financial expenses

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LEGAL NOTICE

This document has financial information prepared in accordance with the International Financial Reporting Standards (IFRS). The financial statements were based on the individual accounts of Saeta Yield, S.A. and its project companies and they include the necessary adjustments and reclassifications to adapt them to IFRS. The information has not been audited, with the consequence that it is not definitive information and is thus subject to possible changes in the future.

Translation of this report has been based on a document originally written in Spanish. In event of discrepancy, the Spanish language version prevails.

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