



2017 Results
February 28th, 2018

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Strong results, ahead of guidance

**Double digit RECAFD growth in 2017 (+18%)
after achieving significant strategic milestones**

**Carapé I & II
acquisition:
95MW Wind in
Uruguay**

**Lestenergia
acquisition:
144MW Wind
in Portugal**



**Manchasol 2 &
Lestenergia
refinanced**

**RCF extended,
enlarged and
improved**

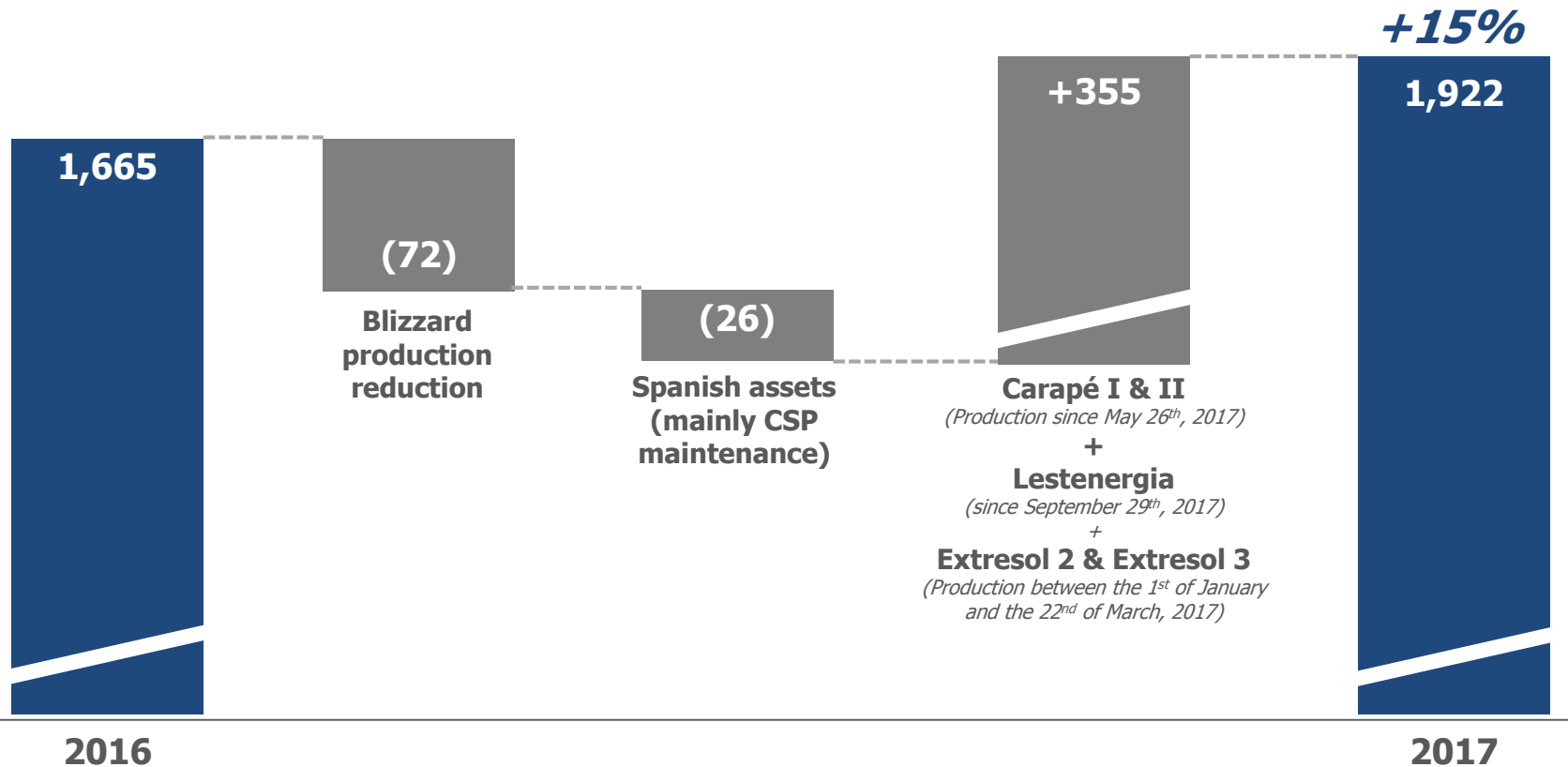
Strong cash flow generation and shareholder remuneration

Adequate leverage and additional available liquidity

Tender offer announced by TERP @ 12.20€/ps

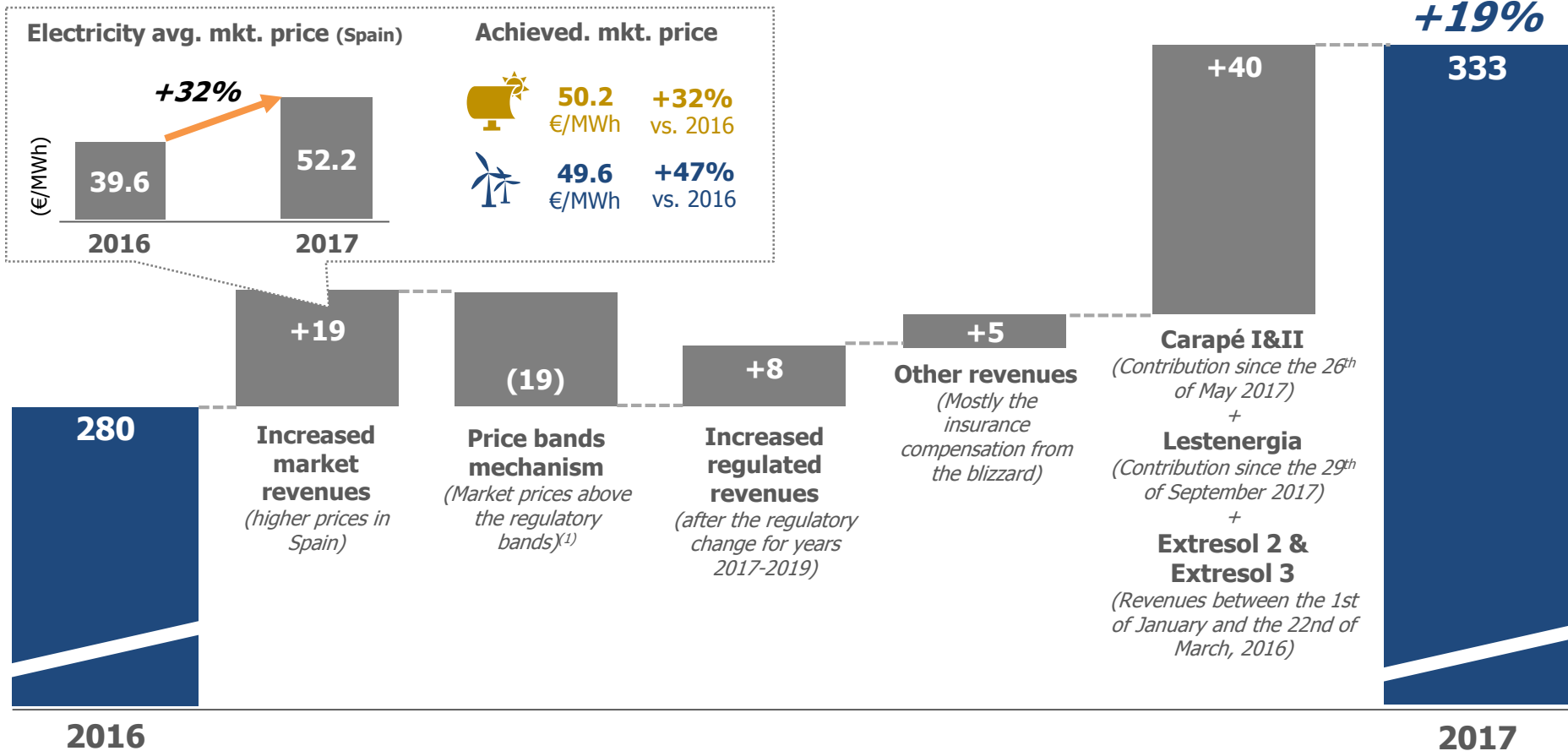
| | 2017 | vs. 2016 | |
|------------------------------------|------------------|-----------------|---|
| Installed capacity | 1,028 MW | +30% | |
| Electricity output | 1,922 GWh | +15% | |
| Total revenues | € 333 m | +19% | |
| EBITDA | € 242 m | +22% |  Ahead of guidance |
| Attributable net results | € 37 m | +24% | |
| Cash flow operating assets | € 79 m | +84% |  Ahead of guidance |
| Retribution to shareholders | € 62 m | +4% | |

2017 vs. 2016 electricity production bridge analysis (GWh)



Blizzard production reduction compensated by insurance
CSP plants have gone through a maintenance program in 2017
International assets contribution boosts final production

2017 vs. 2016 revenue bridge analysis (€m)

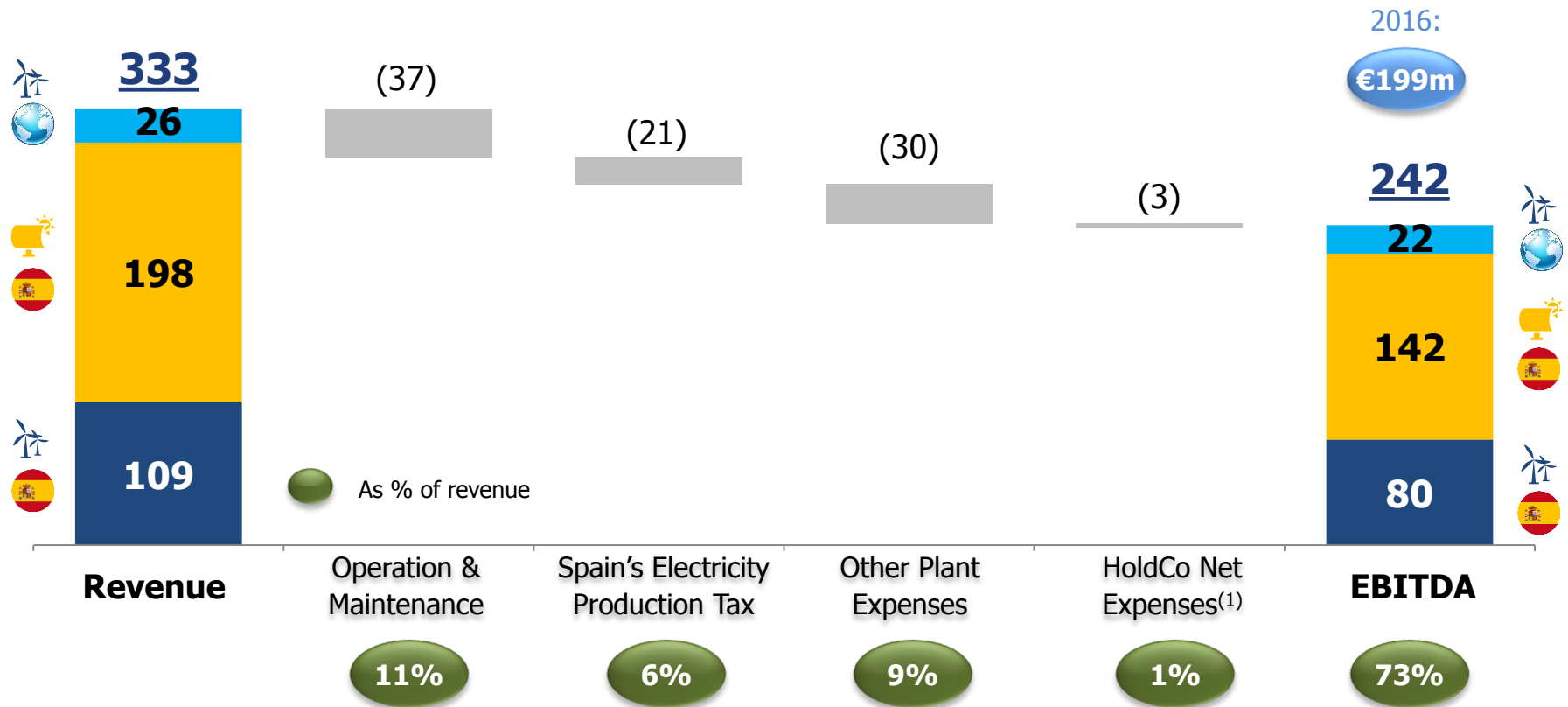


The contribution of the new assets, the high market prices and the semi-period regulated revenues adjustment drive the revenue growth

(1) 2017 includes a €7 m regulatory obligation from price bands mechanism. In 2016 the revenues included a €12 m regulatory right.

Margins are improving thanks to international diversification

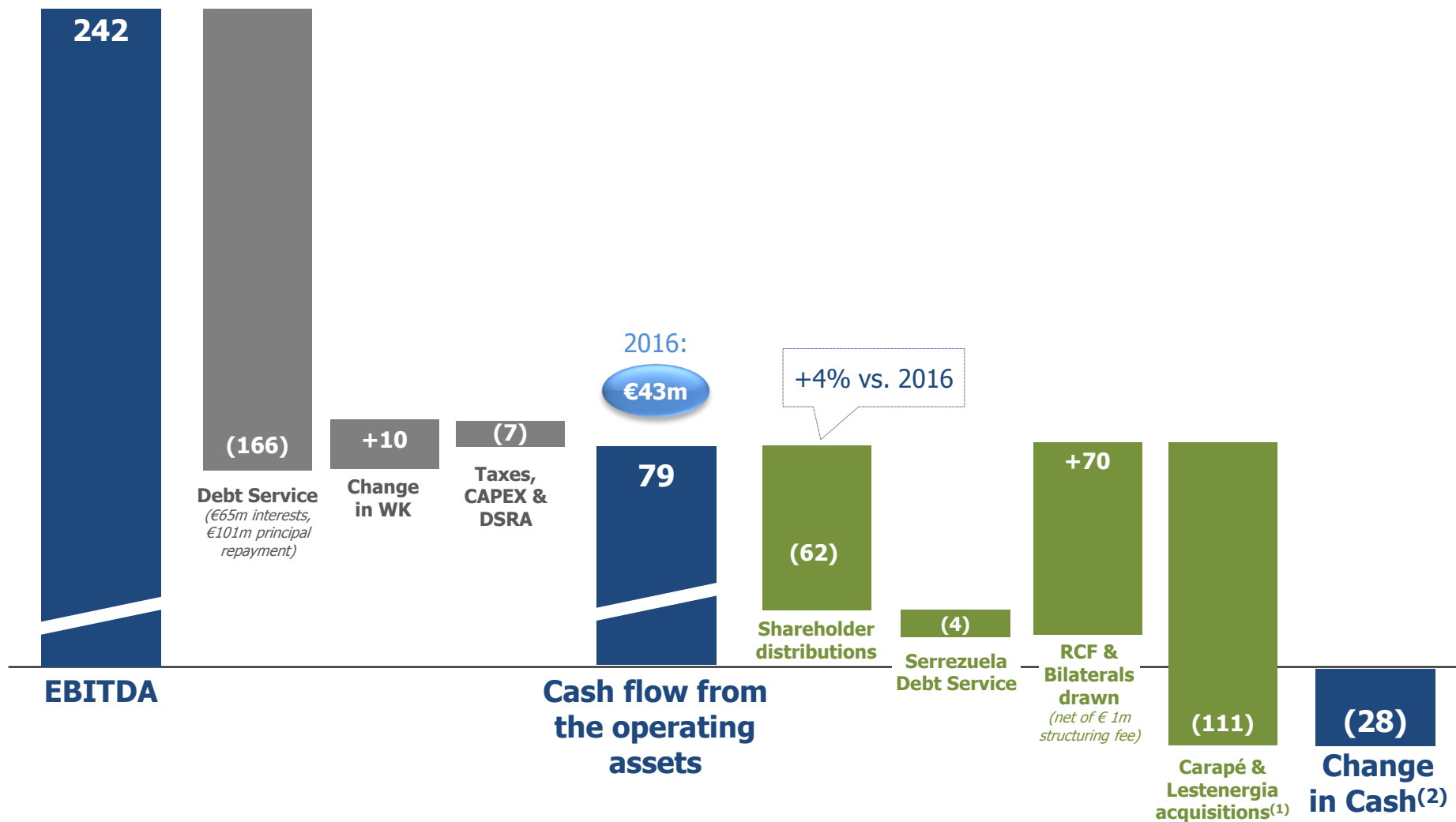
2017 Revenue to EBITDA bridge analysis (€m)



Attractive market prices and the contribution of the international assets are improving the profitability

(1) HoldCo expenses net of the revenues received due to management fees charged to Saeta Yield's plants.

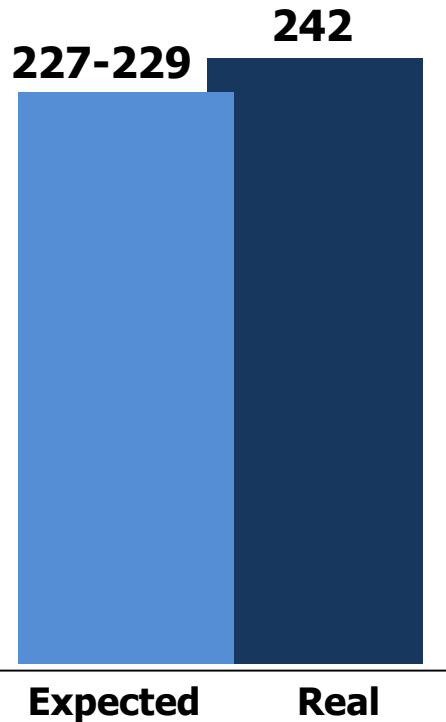
2017 EBITDA to cash flow bridge analysis (€m)



(1) € 73 m in Carapé & € 38 m in Lestenergia. Figures net of the cash consolidated from the assets at the acquisition, the extraordinary proceeds from the Lestenergia & subordinated debt cancellation of Carape

(2) Includes €-1m of treasury stock acquisitions

EBITDA 2017 (€m)

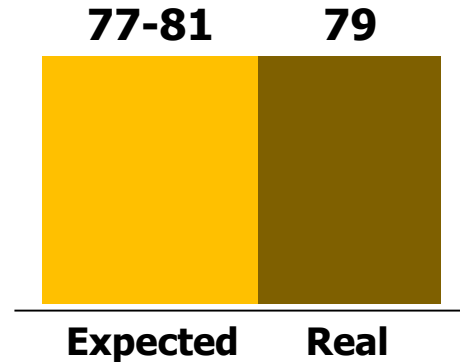


- Lestenergia: +€8m
- **Ahead of guidance midpoint: +€6m**



Ahead of guidance

CF from Op. Assets 2017 (€m)

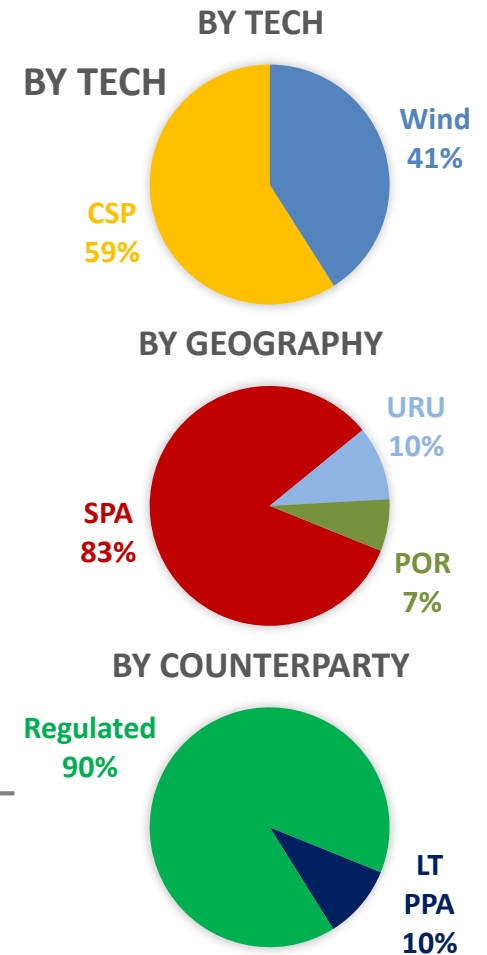
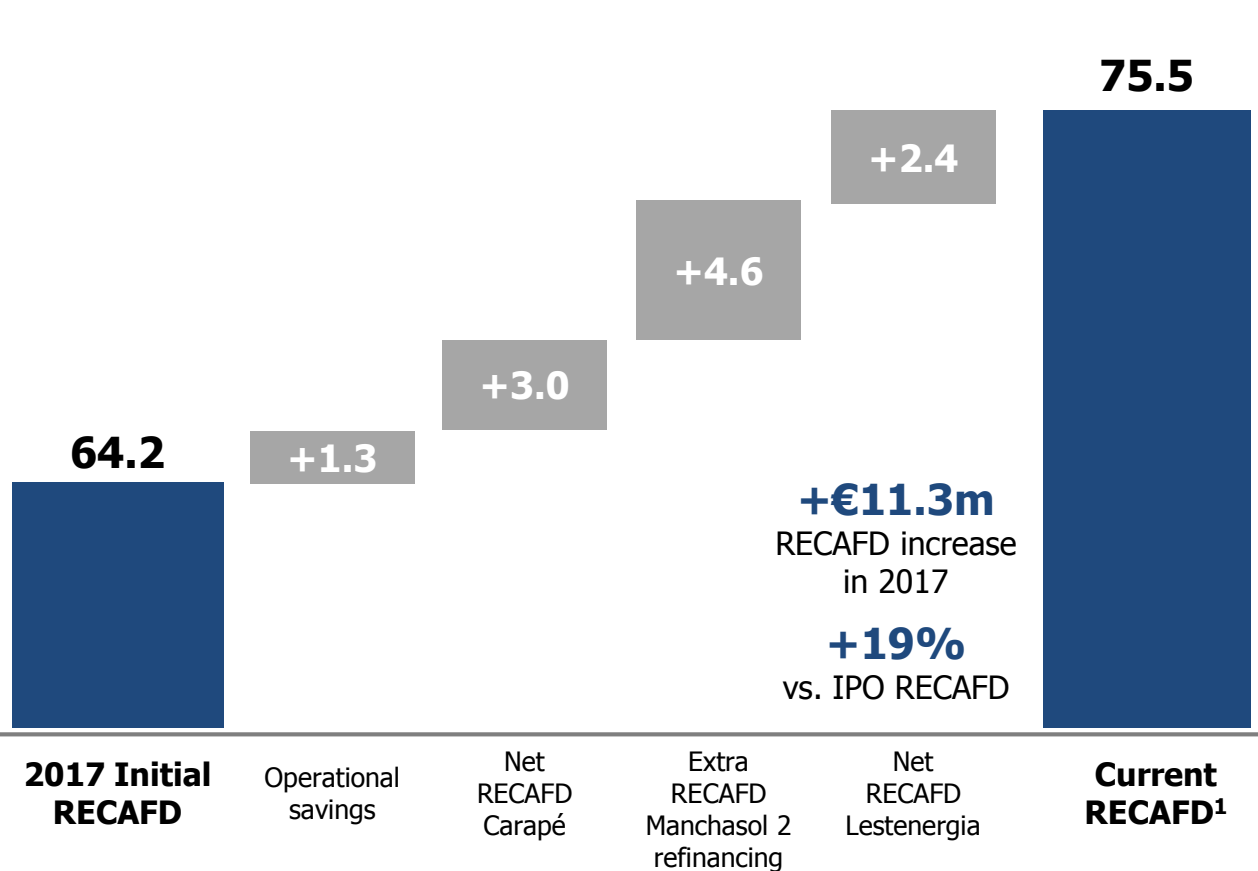


- Lestenergia: -€1m
- Delayed recovery of 2016 taxes: -€5m
- **Ahead of guidance midpoint: +€6m**



Ahead of guidance

Recurrent CAFD evolution in 2017 (€m)



Strategic milestones achieved demonstrates Saeta Yield's growth and value creation capabilities

**Most recent quarterly distribution
February 28, 2018**

€0.1967
per share

Equivalent to
€16.04m

4x

4x

Implicit⁽¹⁾ annualized dividend

€0.7867
per share

Equivalent to
€64.18m

Current pay-out is equivalent to 85% of the RECAFD

Dividend backed by CAFD resilience and growth potential

Paid from the share premium, with no withholding tax applied

(1) The Board of Directors approves quarterly the shareholder's remuneration policy, the amounts distributed, the RECAFD prospects and the pay out definition, and can change any or all of these parameters if needed, specially because of SAY strategical or structural reasons. Currently the implicit parameters are: 0.7867 euros per share, corresponding to a pay out of 85% over the current RECAFD expected by the Company, of € 75.5 m and 81,576 million shares outstanding. All these implicit figures are the forecasts by the day of the publication of the document. Therefore, do not constitute a closed commitment from the Company. The last approved distribution by the Board of Directors, the 7th of November, 2017, supposes a payment of 0.19 euros per share the 29th of November, 2017 (these are based on a former RECAFD & pay out level).

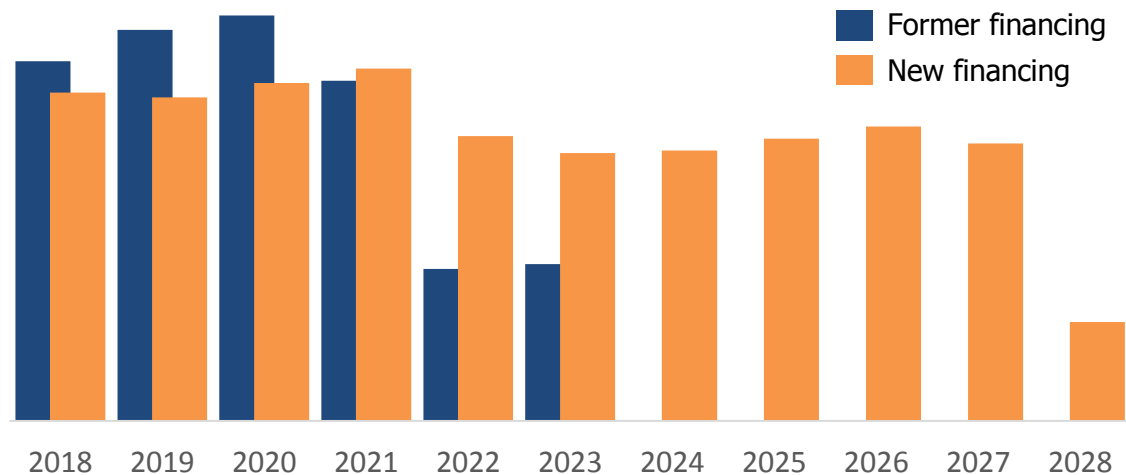
Previous Financing

- i. Debt remaining amount: €75m + €9m credit line DSRA
- ii. Tenor: 5.9 yrs. (Nov 2023)
- iii. Distributions: annually
- iv. Distribution DSCR: 1.15x
- v. IRS: hedged 75% of the debt

Improved terms under the new financing

- i. New amount: €135m + €9m credit line DSRA
- ii. Tenor: 10.8 yrs (Sep 2028)
- iii. Distributions: semi-annually
- iv. Distribution DSCR: 1.10x
- v. IRS: reshaped to hedge 85%

Debt Service Calendar

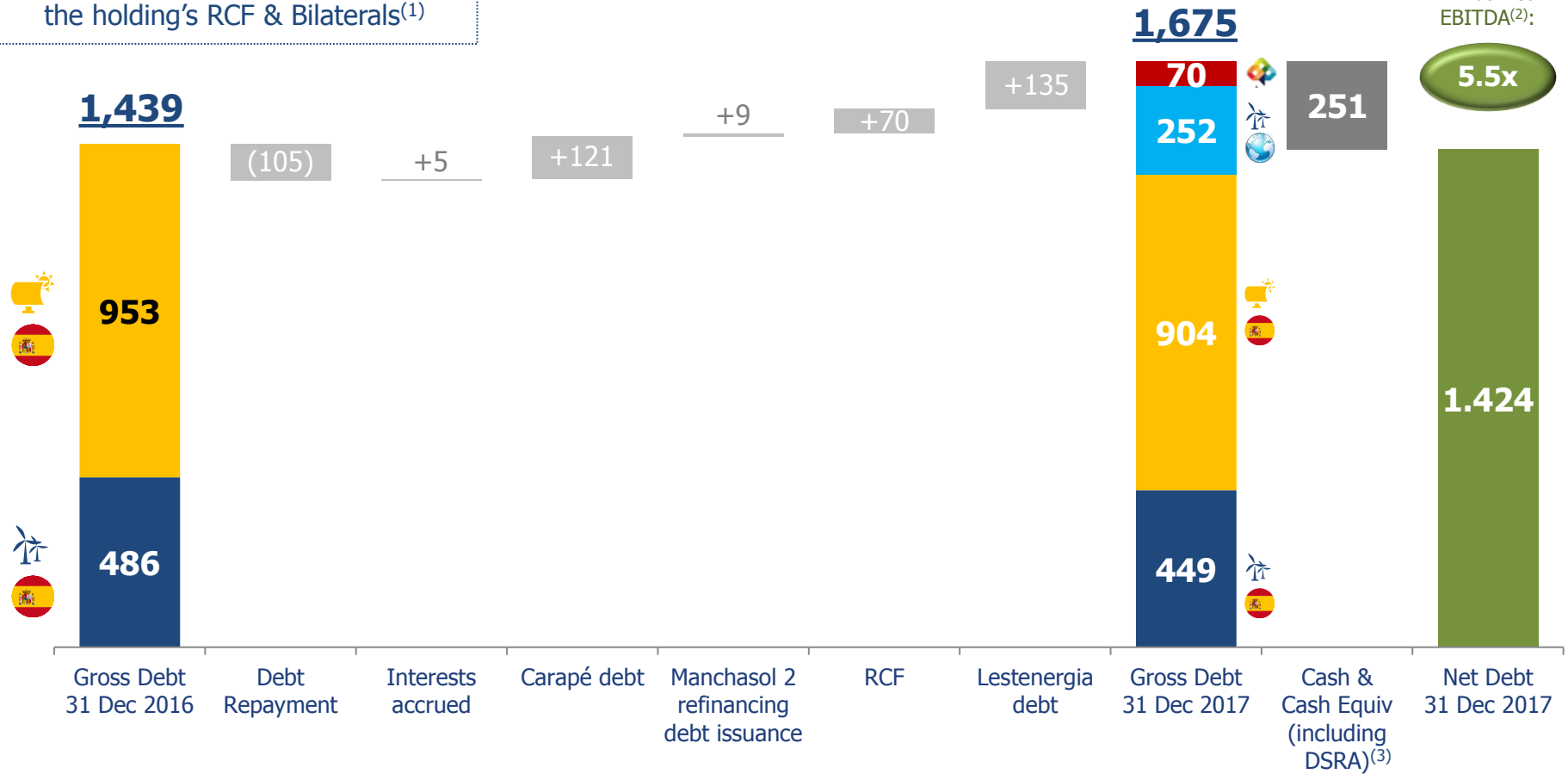


€ 58 m of extraordinary distribution to the Holdco in Dec17

Debt has increased in the period mainly due to acquisitions

All debt is non recourse at the plant level except the €70m drawn from the holding's RCF & Bilaterals⁽¹⁾

Gross and Net Debt (€m)



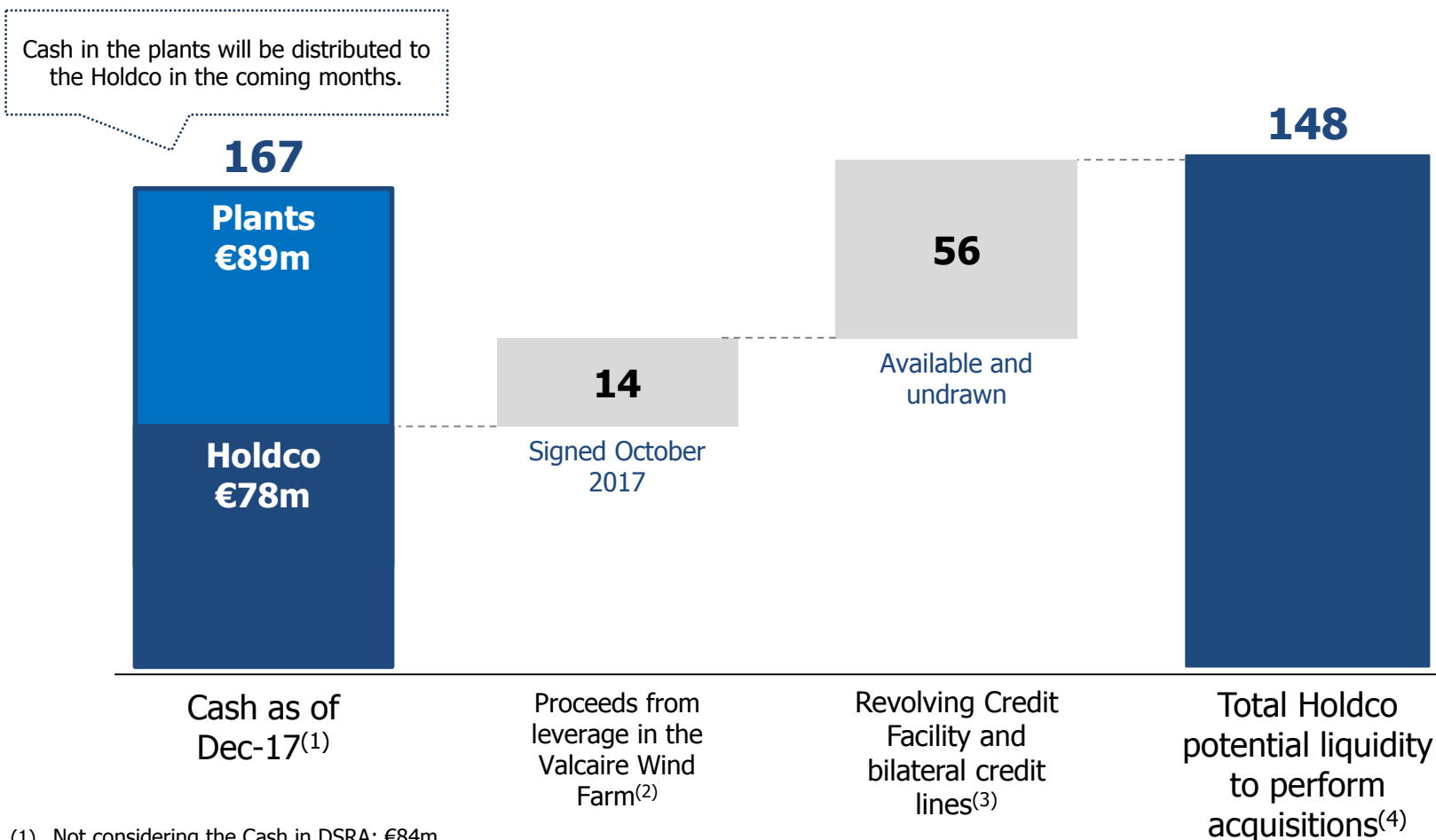
c. 78% of the project debt hedged or fixed; average cost of debt @ 4.1%

(1) Out of those, €65m has been cancelled in January, 2018

(2) Proforma calculated with the annualized Recurrent EBITDA of Saeta Yield, including the full year contribution of Carapé & Lestenergia (€260m)

(3) Cash in DSRA: €84m

Potential available liquidity of the Company (€m)



(1) Not considering the Cash in DSRA: €84m.

(2) No funds were disposed in 2017. Funds can be drawn up to June 2018.

(3) The RCF has a maximum available amount of € 120 m. Out of those, € 70 m were withdrawn last September. €65m of those have been repaid by early January. Additionally there are €6m of bilateral credit lines.

(4) Does not deduct the future payment of distributions. Implicitly, future distributions are to be paid with cash at the plants and future CAFD

Resilient financial results backed by strong operations

Regulated assets, LT contracts, risk management & portfolio diversification

Demonstrated accretive growth

c.€300m of equity invested @ >10% equity IRR \Rightarrow +19% RECAFD growth since IPO

Existing liquidity and expertise to sustain growth

SAY is an outstanding investment platform to grow in Europe and Latam

+12% IRR for shareholders since IPO⁽¹⁾

Whilst in the same period IBEX w/dividends proxy IRR is 0%

Saeta Yield has created significant value to its shareholders

Appendix:

2017 financials

2017 Consolidated Income Statement



| Income statement (€m) | 2016 | 2017 | Var. % | 4Q16 | 4Q17 | Var. % |
|---|--------------|--------------|---------------|-------------|-------------|---------------|
| Total revenues | 279.5 | 332.6 | +19.0% | 66.1 | 85.7 | +29.5% |
| Staff costs | -2.4 | -3.4 | +45.4% | -0.7 | -0.8 | +19.3% |
| Other operating expenses | -78.1 | -86.8 | +11.1% | -17.9 | -20.3 | +13.4% |
| EBITDA | 199.0 | 242.3 | +21.8% | 47.5 | 64.5 | +35.8% |
| Depreciation and amortization | -97.9 | -112.4 | +14.7% | -26.1 | -31.2 | +19.6% |
| Provisions & impairments | 0.0 | -0.9 | <i>n.a.</i> | 0.0 | 0.0 | <i>n.a.</i> |
| EBIT | 101.1 | 129.0 | +27.6% | 21.4 | 33.3 | +55.5% |
| Financial income | 0.1 | 0.7 | <i>n.a.</i> | 0.0 | 0.2 | <i>n.a.</i> |
| Financial expense | -60.1 | -77.4 | +28.8% | -9.8 | -21.6 | +119.6% |
| Fair value variation of financial instruments | -0.7 | 0.0 | <i>n.a.</i> | 0.0 | -1.1 | <i>n.a.</i> |
| Foreign exchange results | 0.0 | -1.6 | <i>n.a.</i> | 0.0 | -0.4 | <i>n.a.</i> |
| Equity method results | 0.0 | 0.0 | <i>n.a.</i> | 0.0 | 0.1 | <i>n.a.</i> |
| Profit before tax | 40.5 | 50.7 | +25.4% | 11.6 | 10.4 | -10.1% |
| Income tax | -10.5 | -14.3 | +35.6% | -2.7 | -4.0 | +50.8% |
| Profit attributable to the parent | 30.0 | 36.5 | +21.8% | 8.9 | 6.4 | -27.9% |

| Consolidated balance sheet (€m) | 31/12/2016 | 31/12/2017 | Var. % |
|--|-------------------|-------------------|---------------|
| Non-current assets | 1,905.6 | 2,167.0 | +13.7% |
| Intangible assets | 0.2 | 200.6 | <i>n.a.</i> |
| Tangible and project assets | 1,790.9 | 1,869.4 | +4.4% |
| NC fin. assets with Group companies & rel. parties | 1.1 | 1.1 | +0.0% |
| Equity method investments | 13.0 | 11.8 | -9.3% |
| Non-current financial assets | 14.2 | 9.7 | -31.9% |
| Deferred tax assets | 86.1 | 74.3 | -13.6% |
| Current assets | 343.2 | 337.6 | -1.6% |
| Inventories | 0.3 | 0.0 | -100.0% |
| Trade and other receivables | 74.6 | 84.3 | +13.0% |
| C fin. assets with Group companies & rel. parties | 0.4 | 0.7 | +105.8% |
| Short term prepaid accruals | 0.0 | 0.6 | <i>n.a.</i> |
| Other current financial assets (incl. DSRA) | 73.0 | 84.6 | +16.0% |
| Cash and cash equivalents | 194.9 | 167.3 | -14.2% |
| TOTAL ASSETS | 2,248.8 | 2,504.5 | +11.4% |

Consolidated Balance Sheet: Equity and Liabilities



| | 31/12/2016 | 31/12/2017 | Var. % |
|---|----------------|----------------|---------------|
| Equity | 551.5 | 547.0 | -0.8% |
| Share capital | 81.6 | 81.6 | +0.0% |
| Share premium | 637.1 | 575.4 | -9.7% |
| Reserves | -111.8 | -81.8 | -26.8% |
| Own Shares | 0.0 | -0.6 | n.a. |
| Profit for the period of the Parent | 30.0 | 36.5 | +21.8% |
| Adjustments for changes in value (coverage and forex) | -85.3 | -64.1 | -24.8% |
| Non-current liabilities | 1,525.8 | 1,688.2 | +10.6% |
| Non-current bank debt | 1,341.8 | 1,488.7 | +10.9% |
| Other financial liabilities in Group companies | 0.0 | 9.4 | n.a. |
| Other LT financial liabilities | 0.0 | 5.2 | n.a. |
| Non-current derivative financial instruments | 120.4 | 82.8 | -31.2% |
| Non-current Provisions | 0.0 | 3.8 | n.a. |
| Deferred tax liabilities | 63.7 | 98.3 | +54.3% |
| Current liabilities | 171.4 | 269.4 | +57.2% |
| Current bank debt | 96.9 | 186.3 | +92.3% |
| Current derivative financial instruments | 35.5 | 34.3 | -3.4% |
| Other ST financial liabilities | 0.0 | 0.8 | n.a. |
| Other financial liabilities with Group companies | 0.2 | 1.4 | +707.5% |
| Trade and other payables | 38.9 | 46.6 | +20.0% |
| TOTAL EQUITY AND LIABILITIES | 2,248.8 | 2,504.5 | +11.4% |

2017 Consolidated Cash Flow Statement

| Consolidated cash flow statement (€m) | 2017 | 2017 Extraord. (1) | 2017 Operating Assets | 2016 | 2016 Extraord. (2) | 2016 Operating Assets |
|---|---------------|--------------------------|-----------------------------|--------------|--------------------------|-----------------------------|
| A) CASH FLOW FROM OPERATING ACTIVITIES | 170.5 | -9.8 | 180.3 | 122.8 | -2.0 | 124.8 |
| 1. EBITDA | 242.3 | 0.0 | 242.3 | 199.0 | 0.0 | 199.0 |
| 2. Changes in operating working capital | 9.7 | 0.0 | 9.7 | -6.0 | 0.0 | -6.0 |
| a) Inventories | 0.3 | 0.0 | 0.3 | 0.2 | 0.0 | 0.2 |
| b) Trade and other receivables | 3.4 | 0.0 | 3.4 | 6.6 | 0.0 | 6.6 |
| c) Trade and other payables | 3.9 | 0.0 | 3.9 | -1.0 | 0.0 | -1.0 |
| d) Other current & non current assets and liabilities | 2.2 | 0.0 | 2.2 | -11.8 | 0.0 | -11.8 |
| 3. Other cash flows from operating activities | -81.5 | -9.8 | -71.7 | -70.2 | -2.0 | -68.3 |
| a) Net Interest collected / (paid) | -74.5 | -9.8 | -64.7 | -65.8 | -2.0 | -63.8 |
| b) Income tax collected / (paid) | -7.0 | 0.0 | -7.0 | -4.4 | 0.0 | -4.4 |
| B) CASH FLOW FROM INVESTING ACTIVITIES | -150.6 | -150.9 | 0.3 | -99.0 | -99.2 | 0.2 |
| 5. Acquisitions | -152.2 | -150.9 | -1.3 | -90.9 | -90.4 | -0.4 |
| 6. Disposals | 1.6 | 0.0 | 1.6 | -8.1 | -8.7 | 0.6 |
| C) CASH FLOW FROM FINANCING ACTIVITIES | -47.6 | 54.0 | -101.6 | 32.7 | 114.6 | -81.9 |
| 7. Equity instruments proceeds / (payments) | -0.6 | -0.6 | 0.0 | 0.0 | 0.0 | 0.0 |
| 8. Financial liabilities issuance proceeds | 214.7 | 214.7 | 0.0 | 182.2 | 182.2 | 0.0 |
| 9. Financial liabilities amortization payments | -200.0 | -98.4 | -101.6 | -90.2 | -8.3 | -81.9 |
| 10. Distributions to shareholders | -61.6 | -61.6 | 0.0 | -59.3 | -59.3 | 0.0 |
| D) CASH INCREASE / (DECREASE) | -27.7 | -106.7 | 79.0 | 56.5 | 13.4 | 43.0 |
| Cash flow from the operating assets | | | 79.0 | | | 43.0 |

(1) Includes the distribution to shareholders, extraordinary payments due to Manchasol 2, Lestenergia and Valcaire refinancings, the Carapé and Lestenergia acquisitions, and the not yet invested funds obtained from the financing operation in Serrezuela.

(2) Includes the acquisition of Extresol 2 and Extresol 3, the distribution to shareholders and the not yet invested funds obtained from the financing operation in Serrezuela.