

audax renovables

# CONSOLIDATED MANAGEMENT REPORT

# THIRD QUARTER 2020

# JANUARY - SEPTEMBER

SUSTAINABLE DEVELOPMENT GOALS

WE SUPPORT UN GLOBAL COMPACT

# CONSOLIDATED MANAGEMENT REPORT 3Q 2020

## Table of Contents


- **Executive Summary**
- **COVID-19 situation**
- **Significant Events within the Reporting Period**
- **Key Figures**
- **Consolidated Income Statement**
- **Consolidated Balance Sheet**
- **Stock Exchange Information**
- **CNMV registered information**
- **Subsequent Events**
- **About Audax Renovables**
- **Legal Disclaimer**


Translation from the original issued in Spanish. In the event of discrepancy, the Spanish-language version prevails.

In accordance with the Guidelines on Alternative Performance Measures published by the European Securities and Markets Authority on 5 October 2015 (ESMA/2015/1415es), a reconciliation of the accounts presented in the Financial Statements of certain alternative financial measures used in this document is published on the corporate website (www.audaxrenovables.com).

## Executive Summary

- Audax Renovables, S.A. (hereinafter "Audax", the "Group" or the "Company") manages the business of energy generation 100% renewable as well as energy supplying of electricity and gas.
- This management report is framed within the exceptional circumstances derived from COVID-19. As a consequence, the results presented are influenced both by the evolution of the markets in which the Group operates, as well as by the measures adopted in relation to the economic impact that may occur in the future, this impact being limited, mainly, in a lower demand of electricity and gas from our customers as well as a lower average price.
- The Group's profit and loss account does not reflect the acquisition of the new Hungarian subsidiary due to its incorporation to the consolidated scope since 30th September, however the balance sheet items as at to that date have been included.
- The Company presents reported results and adjusted results for the current period. While the results reported are standardised, the adjusted results include the effects of COVID-19 and exclude the assets sold in 2019 in order to make them comparable with the same period in the previous year.

**Audax in figures:**

***The Group ends 2020 third quarter with an EBITDA of EUR 43.2 millions and a profit of EUR 10.3 millions.***

| | reported | | | adjusted (1) | | |
|---|---|---|---|---|---|---|
| **Consolidated Income Statement** | **3Q2020** | **3Q2019** | **Var. (%)** | **3Q2020** | **3Q2019** | **Var. (%)** |
| Operating income | 626,169 | 783,053 | -20 | 626,169 | 768,020 | -18 |
| Gross margin | 81,962 | 98,425 | -17 | 81,962 | 83,392 | -2 |
| EBITDA | 40,085 | 58,213 | -31 | 43,247 | 42,000 | 3 |
| EBIT | 25,444 | 37,711 | -33 | 28,606 | 26,305 | 9 |
| **Net Profit / Loss** | **8,513** | **18,513** | **-54** | **10,279** | **11,055** | **-7** |

EUR thousands

*(1) Consolidated Income Statement adjusted by COVI-19 effect of registered provisions in 2020 and by sold adjustements of the generation assets in 2019.*

- For comparison purposes, without taking into account the COVID-19 effect and the divestments of generation plants in 2019, Operating income amounted to EUR 626 million, mainly due to the drop in demand and lower average electricity and gas prices where the Group operates.
- The Group provision registered to deal with possible consequences arising from COVID-19, has been adjusted decreasing it to EUR 3.2 million at the end of this period.
- EBITDA amounted to EUR 43.2 million, 3% higher than the adjusted EBITDA for the third quarter of 2019, and closing on 30 September 2020 with a Net profit of EUR 10.3 million.

## COVID-19 situation

Due to the crisis generated by COVID-19, the Group has taken a number of measures to safeguard the interests of our stakeholders: employees, customers, suppliers and collaborators as well as shareholders, and in a broader sense, to the society in general, following at all times the measures published and recommended by the Government.

In this regard, it is worth mentioning that the Group acted in advance and reacted quickly to the new situation, highlighting the following actions, among others:

- Employees: In an attempt to ensure the safety, health and family reconciliation of our employees, travel was limited and subsequently prohibited at all levels, online training sessions were held in relation to the pandemic and teleworking was coordinated and implemented, providing the necessary resources for remote work and thus guaranteeing the normal operation of Audax.
- Clients: The supply of gas and electricity at cost price to hotels and hospitalised residences was established, as well as the postponement of the payment of bills for the self-employed and SMEs for 6 months following the end of the alarm state upon request and compliance with certain requirements, in addition to not suspending the supply of electricity and natural gas to vulnerable clients or those at risk of social exclusion.
- Suppliers and partners: With the aim of ensuring total operability, the use of digital signatures was generalised, among other tools, maintaining contact with them at all times. In the case of construction work in progress on generation projects, these have not been significantly affected and the start-up of the projects will not be significantly delayed compared to the dates initially planned.

All this is being made possible thanks to the commitment and efforts of all employees, with their health, safety and wellness being a priority for the Group.

The Group considers that the impact generated by COVID-19 involves the decrease in demand for electricity and gas, as well as the lower price of both on the markets. On the other hand, the development and construction activities of generation projects and the Group's investment and financing strategies were not affected in this period.





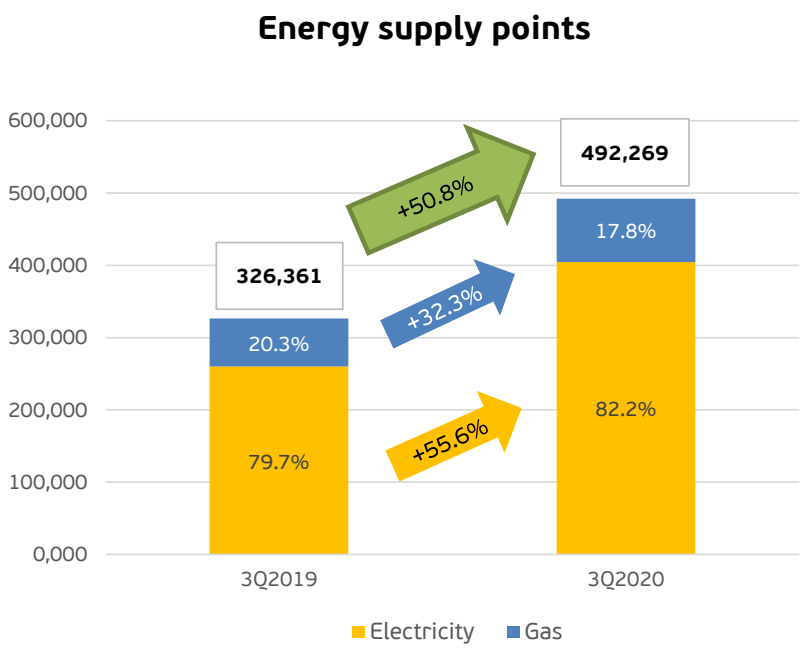

## Significant Events within the Reporting Period

Among the most important events of the period, we can point out the following:

- On January 20, Audax announced the start of construction of the Cañamares photovoltaic plant in the municipality of Fontanar (Guadalajara, Castilla-La Mancha) with a capacity of 5 MWp. In addition, the Company announced that it expects to sign the EPC contract and start construction of the Carolinas I and II photovoltaic plants with a total of 10 MWp, both located in the municipality of El Casar (Guadalajara, Castilla-La Mancha).
- On March 12, the announcement of the General Shareholders' Meeting to be held on April 16 or 17, 2020 was announced, however, in view of the uncertainty and the exceptional circumstances arising from the spread of COVID-19, the Company's Board of Directors agreed to dispense with the holding of the General Shareholders' Meeting until further notice.
- On March 30, Audax registered a programme of promissory notes under the name "Programa de Pagarés Audax 2020" on the Alternative Fixed Income Market ("MARF"), with a maximum outstanding balance of EUR 200,000,000 and will expire on March 30, 2021.
- On April 2, the Company announced the ratification of its corporate rating. The rating agency AXESOR ratified Audax Renovables, S.A.'s rating at "BBB-" with a stable outlook.
- On June 5, the amendment to the proposal for the implementation of 2019 results was reported.
- On June 9, Audax Renovables announced the approval of a Green Financing Reference Framework, complying with the requirements established by the International Capital Markets Association (ICMA) and obtaining the highest level of guarantee from Vigeo Eiris as an independent expert.
- On July 6, the Company reported different debt issuance programs. One promissory note programme, EuroCommercial Paper Programme (ECP), of a maximum outstanding amount of EUR 300,000,000 at the Irish Stock Exchange and one fixed income bond programme for a nominal amount of up to EUR 400,000,000.
- On July 9, the Company sent the resolutions approved and the presentation at the General Shareholders' Meeting.
- On September 8, the Company announced a first green bond issue for an amount of EUR 20 million, which is part of the fixed income bond program registered with MARF.
- On September 28, Audax announced that, once the conditions precedent of the transaction have been met, proceeds to the closing for the acquisition of 100% of the share capital of the Hungarian company E.ON Energiakereskedelmi Kft.

## Key Figures

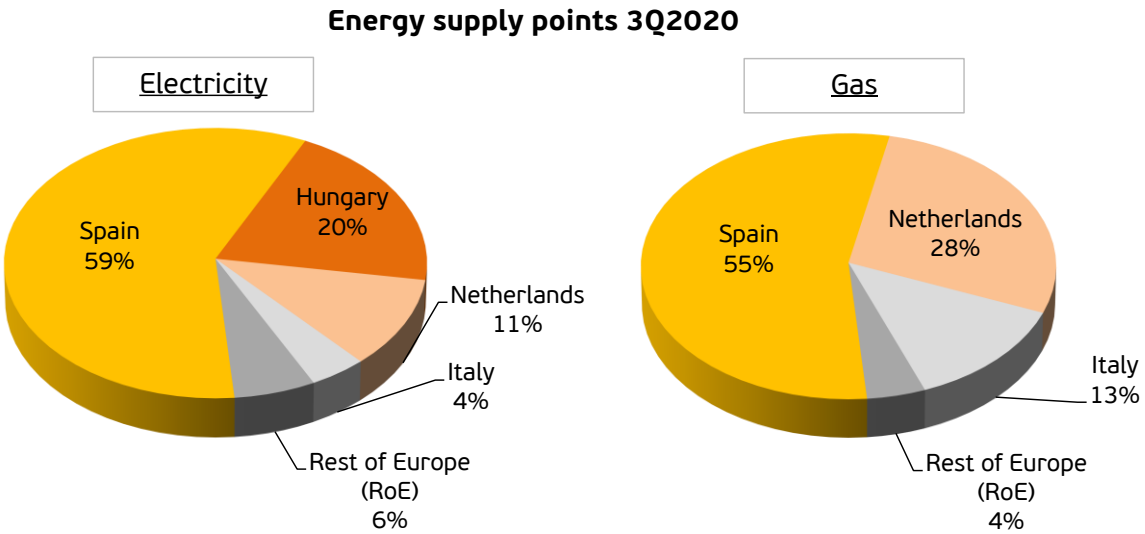
- **Energy supply points:**




At the end of third quarter 2020, Audax has more than **492 thousand of active energy supply points**, 51% more than the same period of 2019, due in part to the inclusion of 82,150 electricity supply points of the company acquired in Hungary. For comparable purposes, the increase over the same period last year would be 26%.

The electricity supply points represents 82% of the total, that in this third quarter of 2020 have been increased by 56%.

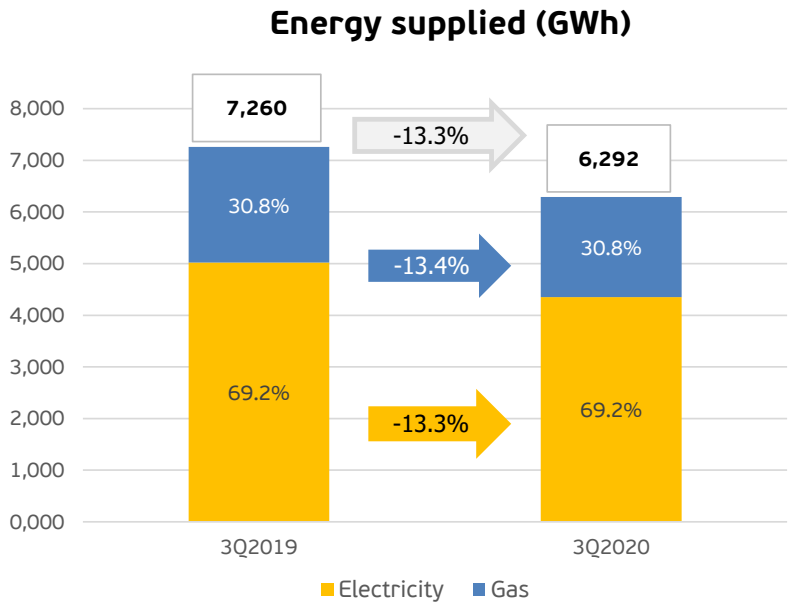
Gas supply points accounts for 18% of the Group's total with a 32% increase over the same period last year.




The most important markets where Audax Group operates are: Spain, Hungary, the Netherlands and Italy. The Rest of Europe (RoE) corresponds to Portugal, Poland and Germany.

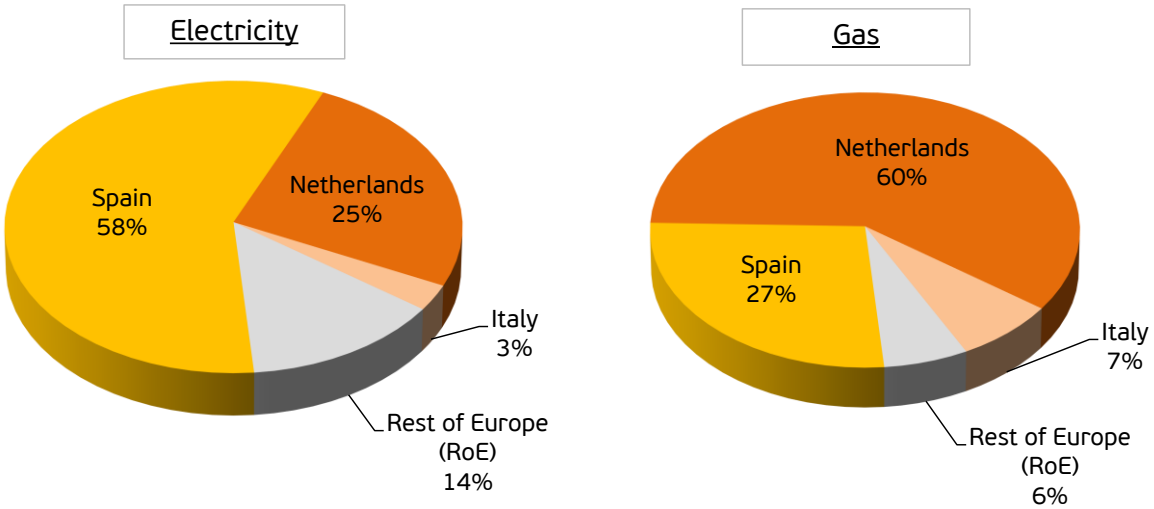
## Key Figures

- **Energy supplied:**




The total amount of **energy supplied** by Audax up to third quarter 2020 has been of **6.3 TWh**, compared to 7.3 TWh of the same period of the previous year. This reduction is related, in addition to COVID-19, to a warmer winter (especially in the Netherlands with lower gas consumption) and to the decrease in this period of the peninsular electricity and gas demand. In the Group, electricity supplied accounts for 69%, while gas accounts for 31% of the total in this period. In this case and as indicated above, the figures from the new subsidiary in Hungary are not included.

**Energy supplied 3Q2020**



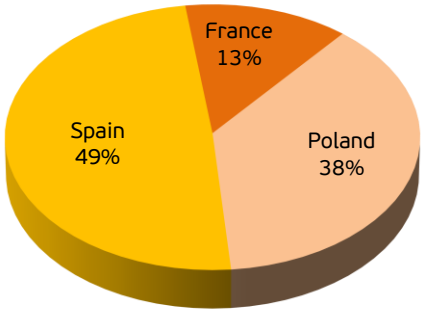

Spain is the market where the Group carries out the biggest supply of electricity, and regarding gas supply, the Netherlands is the main market.

## Key figures

- **Installed capacity and production:**

The detail of installed capacity as at 30 September by country is as follows:

**Installed capacity - 91 MW**



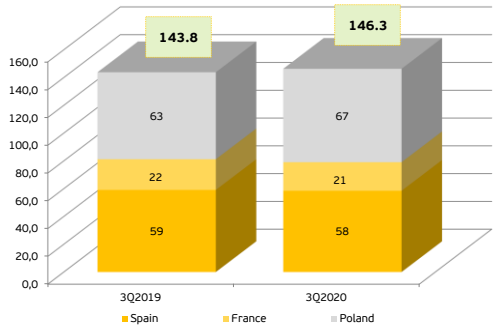

The production distribution by country is as follows:

| Production (GWh) | 3Q2020 | % | 3Q2019 | % |
|---|---|---|---|---|
| **Spain** | **58.5** | 40% | **218.3** | 72% |
| **France** | **20.6** | 14% | **22.1** | 7% |
| **Poland** | **67.2** | 46% | **62.6** | 21% |
| **Total** | **146.3** | 100% | **303.0** | 100% |

*In 2019 the Group sold three of its Spanish subsidiaries with projects in operation with an aggregate installed capacity of 94.6 MW. In addition, 320 MW were incorporated of photovoltaic projects, of which 5 MWp are ending its construction and 10 MWp has started the same.*

**Production** up to third quarter of 2020 stood at **146 GWh**, meaning 2% higher than in the same period of last year, if we analyse the data in a way that is comparable with the same projects in operation, highlighting the good performance of Postolin wind farm in Poland that has an higher wind resource.

**Comparable Production (GWh)**



## Consolidated Income Statement

| | reported | | | adjusted (1) | | |
|---|---|---|---|---|---|---|
| **Consolidated Income Statement** | **3Q2020** | **3Q2019** | **Var. (%)** | **3Q2020** | **3Q2019** | **Var. (%)** |
| Net turnover | 625,569 | 781,947 | -20.0 | 625,569 | 766,914 | -18.4 |
| Other income | 600 | 1,106 | -45.8 | 600 | 1,106 | -45.8 |
| **Operating income** | **626,169** | **783,053** | **-20.0** | **626,169** | **768,020** | **-18.5** |
| Costs of sales | -544,207 | -684,628 | -20.5 | -544,207 | -684,628 | -20.5 |
| **Gross margin** | **81,962** | **98,425** | **-16.7** | **81,962** | **83,392** | **-1.7** |
| Operating expenses | -41,874 | -44,937 | -6.8 | -38,712 | -41,454 | -6.6 |
| Deterioration, reversal and disposal results | -3 | 4,725 | n.a. | -3 | 62 | -104.8 |
| **EBITDA** | **40,085** | **58,213** | **-31.1** | **43,247** | **42,000** | **3.0** |
| Assets amortisation | -14,641 | -20,502 | -28.6 | -14,641 | -15,694 | -6.7 |
| **EBIT** | **25,444** | **37,711** | **-32.5** | **28,606** | **26,305** | **8.7** |
| **Financial profit/loss** | **-10,198** | **-11,061** | **-7.8** | **-10,198** | **-7,233** | **41.0** |
| Share in the profit/loss of associated companies | -48 | -77 | -37.7 | -48 | -77 | -37.7 |
| **Profit/loss before tax** | **15,198** | **26,573** | **-42.8** | **18,360** | **18,995** | **-3.3** |
| Corporate income tax | -3,414 | -4,272 | -20.1 | -4,195 | -4,152 | 1.0 |
| **Consolidated profit/loss for the year** | **11,784** | **22,301** | **-47.2** | **14,166** | **14,843** | **-4.6** |
| Profit/loss attributed to minority interests | -3,271 | -3,788 | -13.6 | -3,886 | -3,788 | 2.6 |
| **Net Profit / Loss** | **8,513** | **18,513** | **-54.0** | **10,279** | **11,055** | **-7.0** |

EUR thousands

*(1) Consolidated Income Statement adjusted by COVI-19 effect of registered provisions in 2020 and by sold adjustements of the generation assets in 2019.*

- **Operating income** in comparable adjusted terms have decreased, mainly due to the lower average price of the domestic electricity market, which was 36% lower than in the same period last year and 48% lower in the Spanish gas market. In the other European markets where the Group operates, energy prices have also been substantially lower than in the same period of the prior year.

- **Operating expenses** in this period reported include the provisions registered by the Group for an amount of EUR 3.2 million for possible future bad debt provisions due to the situation created by the COVID-19 pandemic. In adjusted terms, Operating expenses have been reduced by 6.6% compared to the third quarter of the previous year.

- Thus, adjusted **EBITDA** increased by 3% with respect to the previous period and operating profit (EBIT) stood at EUR 28.6 million, up 8.7% on the same closing of the previous year.

- In adjusted terms, Audax closed the third quarter of 2020 with **profits** of EUR 10.3 million.

## Consolidated Income Statement

The overview of the results up to EBITDA of the main geographical regions is as follows:

| | reported | | |
|---|---|---|---|
| **3Q2020** | **Spain and Portugal** | **Rest of Europe (1)** | **TOTAL** |
| Operating income | 471,713 | 154,456 | 626,169 |
| Costs of sales | -413,467 | -130,740 | -544,207 |
| **Gross margin** | **58,246** | **23,716** | **81,962** |
| Operating expenses | -30,760 | -11,114 | -41,874 |
| Deterioration, reversal and disposal results | 1 | -4 | -3 |
| **EBITDA** | **27,487** | **12,598** | **40,085** |

EUR thousands

| | adjusted * | | |
|---|---|---|---|
| **3Q2020** | **Spain and Portugal** | **Rest of Europe (1)** | **TOTAL** |
| Operating income | 471,713 | 154,456 | 626,169 |
| Costs of sales | -413,467 | -130,740 | -544,207 |
| **Gross margin** | **58,246** | **23,716** | **81,962** |
| Operating expenses | -27,773 | -10,939 | -38,712 |
| Deterioration, reversal and disposal results | 1 | -4 | -3 |
| **EBITDA** | **30,474** | **12,773** | **43,247** |

EUR thousands

| **3Q2019** | **Spain and Portugal** | **Rest of Europe (1)** | **TOTAL** |
|---|---|---|---|
| Operating income | 590,662 | 192,391 | 783,053 |
| Costs of sales | -520,353 | -164,275 | -684,628 |
| **Gross margin** | **70,309** | **28,116** | **98,425** |
| Operating expenses | -30,386 | -14,551 | -44,937 |
| Deterioration, reversal and disposal results | 4,690 | 35 | 4,725 |
| **EBITDA** | **44,613** | **13,600** | **58,213** |

Rest of Europe (1) includes Italy, Poland, Germany, France and Netherlands

EUR thousands

| **3Q2019** | **Spain and Portugal** | **Rest of Europe (1)** | **TOTAL** |
|---|---|---|---|
| Operating income | 575,629 | 192,391 | 768,020 |
| Costs of sales | -520,353 | -164,275 | -684,628 |
| **Gross margin** | **55,276** | **28,116** | **83,392** |
| Operating expenses | -26,903 | -14,551 | -41,454 |
| Deterioration, reversal and disposal results | 27 | 35 | 62 |
| **EBITDA** | **28,400** | **13,600** | **42,000** |

Rest of Europe (1) includes Italy, Poland, Germany, France and Netherlands

EUR thousands

** Figures adjusted by COVI-19 effect of registered provisions 2020 and by sold adjustements of the generation assets 2019.*

- The Company presents the *reported* results and the *adjusted* results. While the reported results are normalized, the adjusted results include the effects of COVID-19 and exclude assets sold in 2019 in order to make them comparable with the same period of the previous year.
- The adjusted results show that **Operating income** has been clearly affected by the evolution of the markets in relation to COVID-19 and the sale of assets from the previous year, especially in Spain and Portugal, causing that Operating income has reached EUR 626 million, decreasing 18% compared to the same period of the previous year.
- However, the number of clients has increased by 26% compared to the same period of the previous year (without taking in consideration the incorporation of Hungary's supply points, in which case the increase would be 51%), and the adjusted **Gross margin** stood at EUR 81.3 million.
- In adjusted terms, **Operating expenses** have been reduced by 7% compared to the third quarter of the previous year, being EUR 38.7 million compared to EUR 41.5 million.
- The reported Group **EBITDA** was EUR 40.1 million compared to EUR 58.2 million in the same period of the previous normalized year. While the adjusted EBITDA has increased by 3% globally, increasing by 7% in Spain and Portugal and decreasing by 6% in Rest of Europe.

## Consolidated Balance Sheet

| ASSETS | sep-20 | dec-19 | Var. | Var. (%) |
|---|---|---|---|---|
| Property, plant and equipment | 75,627 | 75,347 | 280 | 0.4 |
| Goodwill | 137,942 | 137,945 | -3 | 0.0 |
| Other intangible assets | 96,527 | 106,280 | -9,753 | -9.2 |
| Non-current financial assets | 131,953 | 76,306 | 55,647 | 72.9 |
| Investments as per equity accounting | 6,767 | 6,905 | -138 | -2.0 |
| Deferred tax assets | 7,227 | 7,390 | -163 | -2.2 |
| **Non-current assets** | **456,043** | **410,173** | **45,870** | **11.2** |
| Stocks | 1,309 | 1,812 | -503 | -27.8 |
| Trade and other receivables | 229,696 | 148,336 | 81,360 | 54.8 |
| Current tax assets | 1,542 | 666 | 876 | n.a. |
| Current financial assets | 53,917 | 36,241 | 17,676 | 48.8 |
| Other current assets | 35,769 | 26,241 | 9,528 | 36.3 |
| Cash and cash equivalents | 156,452 | 150,784 | 5,668 | 3.8 |
| **Current assets** | **478,685** | **364,080** | **114,605** | **31.5** |
| **Total Assets** | **934,728** | **774,253** | **160,475** | **20.7** |

| LIABILITIES AND NET EQUITY | sep-20 | dec-19 | Var. | Var. (%) |
|---|---|---|---|---|
| Capital | 44,029 | 44,029 | 0 | n.a. |
| Share premium | 420,316 | 420,316 | 0 | n.a. |
| Other reserves | -352,468 | -364,322 | 11,854 | -3.3 |
| Profit/loss for the year | 8,513 | 25,417 | -16,904 | -66.5 |
| Translation differences | -1,591 | 1,682 | -3,273 | n.a. |
| Hedging | -3,928 | -4,901 | 973 | -19.9 |
| Minority interests | 6,988 | 33,493 | -26,505 | -79.1 |
| **Net Equity** | **121,859** | **155,714** | **-33,855** | **-21.7** |
| Provisions | 969 | 1,211 | -242 | -20.0 |
| Non-current financial debt | 274,296 | 189,738 | 84,558 | 44.6 |
| Other non-current financial liabilities | 34,525 | 31,881 | 2,644 | 8.3 |
| Grants | 5,000 | 5,675 | -675 | -11.9 |
| Other non-current liabilities | 21,302 | 4,636 | 16,666 | n.a. |
| Deferred tax liabilities | 15,490 | 17,637 | -2,147 | -12.2 |
| **Non-current liabilities** | **351,582** | **250,778** | **100,804** | **40.2** |
| Current provisions | 951 | 1,270 | -319 | -25.1 |
| Current financial debt | 165,818 | 138,655 | 27,163 | 19.6 |
| Trade and other payables | 110,498 | 93,820 | 16,678 | 17.8 |
| Other current financial liabilities | 36,770 | 34,356 | 2,414 | 7.0 |
| Other current liabilities | 147,250 | 99,660 | 47,590 | 47.8 |
| **Current liabilities** | **461,287** | **367,761** | **93,526** | **25.4** |
| **Total Liabilities** | **934,728** | **774,253** | **160,475** | **20.7** |

EUR thousands

*The most significant impacts on Audax's consolidated balance sheet are shown in the inclusion of the balance sheet of the Hungarian company acquired at the end of September and in the purchase of minority shareholdings by the parent company in various group companies, which are detailed in the changes to the scope that follow.*

## Consolidated Balance Sheet

The companies that make up the Audax Group's consolidation perimeter, as well as their percentage of direct and indirect ownership, are as follows:

| Company | Holding direct + indirect | Country |
|---|---|---|
| Generación Iberia, S.L. | 100% | Spain |
| ADS Energy 8.0., S.L.U. | 100% | Spain |
| Eryx Investments, S.L.U. | 100% | Spain |
| Unieléctrica Energía, S.A. | 100% | Spain |
| Fox Energía, SA | 89% | Spain |
| Nabalia Energía 2.000, S.A. | 58% | Spain |
| Acsol Energía Global, S.A. | 63% | Spain |
| Vivo Energía Futura, S.A. | 63% | Spain |
| Iris Energía Eficiente, S.A. | 67% | Spain |
| Cima Energía Comercializadora, S.L. | 62% | Spain |
| Ahorre Luz Servicios Online, S.L. | 58% | Spain |
| Masqluz 2020, S.L. | 75% | Spain |
| Alset Comercializadora, S.L. | 75% | Spain |
| By Energyc Energía Eficiente, S.L. | 75% | Spain |
| Love Energy, S.L. | 75% | Spain |
| Energía Ecológica Económica, S.L. | 75% | Spain |
| Feed Energía, S.L. | 75% | Spain |
| Propensalternativa Unipessoal, LDA | 58% | Portugal |
| Audax Energia, S.R.L. | 100% | Italy |
| Audax Energie, GmbH | 100% | Germany |
| Audax Energía, SP. Z O.O. | 100% | Poland |
| Main Energie, B.V. | 100% | Netherlands |
| E.ON Energiakereskedelmi Kft | 100% | Hungary |

| Company | Holding direct + indirect | Country |
|---|---|---|
| Eólica El Pedregoso, S.L. | 80% | Spain |
| Eólica Del Pino, S.L. | 80% | Spain |
| Fersa Asesoramiento y Gestión, S.L.U. | 100% | Spain |
| Eoliennes De Beausemblant, S.A.S. | 80% | France |
| Eólica Postolin Sp Z.o.o | 100% | Poland |
| Eolica Warblewo Sp Z.o.o | 65% | Poland |
| Parque Eólico Toabré, S.A. | 30% | Panama |
| Explotación Eólica La Pedrera, S.L.U. | 100% | Spain |
| Audax Solar SPV IV, S.L.U. | 100% | Spain |
| Audax Solar SPV VI, S.L.U. | 100% | Spain |
| Audax Solar SPV IX, S.L.U. | 100% | Spain |
| Aznalcóllar Solar, S.L. | 100% | Spain |
| Botey Solar, S.L. | 100% | Spain |
| Corot Energía, S.L. | 100% | Spain |
| Las Piedras Solar, S.L. | 100% | Spain |
| Da Vinci Energía, S.L. | 100% | Spain |
| Elogia Calañas, S.L. | 100% | Spain |
| Corinto Solar, S.L. | 100% | Spain |

The most significant changes in the perimeter of consolidation in this period are as follows

| Company | Holding at 30/09/2020 | Holding at 31/12/2019 |
|---|---|---|
| Eryx Investments, S.L.U. | 100% | 80% |
| Unieléctrica Energía, S.A. | 100% | 80% |
| Fox Energía, SA | 89% | 55% |
| Nabalia Energía 2.000, S.A. | 58% | 46% |
| Acsol Energía Global, S.A. | 63% | 51% |
| Vivo Energía Futura, S.A. | 63% | 51% |
| Iris Energía Eficiente, S.A. | 67% | 54% |
| Cima Energía Comercializadora, S.L. | 62% | 41% |
| Ahorre Luz Servicios Online, S.L. | 58% | 46% |
| Explotación Eólica La Pedrera, S.L.U. | 100% | 80% |
| Propensalternativa Unipessoal, LDA | 58% | 46% |
| Main Energie, B.V. | 100% | 72% |
| Masqluz 2020, S.L. | 75% | Constitution |
| Alset Comercializadora, S.L. | 75% | Constitution |
| By Energyc Energía Eficiente, S.L. | 75% | Constitution |
| Love Energy, S.L. | 75% | Constitution |
| Energía Ecológica Económica, S.L. | 75% | Constitution |
| Feed Energía, S.L. | 75% | Constitution |
| Castellwind 03, S.L. | Liquidation | 60% |
| Entreyeltes 1, S.L. | Liquidation | 51% |
| Corinto Solar, S.L. | 100% | Adquisition |
| E.ON Energiakereskedelmi Kft | 100% | Adquisition |

These changes have had a significant impact on the consolidated balance sheet in this period with respect to that presented at 31 December 2019. This is due both to the acquisition of the company in Hungary and to the fact that minority interests in group companies have been acquired.

## Consolidated Balance Sheet

| Net Financial Debt | sep-20 | dec-19 | Var. | % |
|---|---|---|---|---|
| Financial Debt (1) | 440,114 | 328,393 | 111,721 | 34.0 |
| Other financial liabilities | 28,773 | 29,346 | -573 | -2.0 |
| Derivatives | 8,229 | 7,928 | 301 | 3.8 |
| Cash and other financial assets | -282,779 | -216,266 | -66,513 | 30.8 |
| **Net Financial Debt (2)** | **194,337** | **149,401** | **44,936** | **30.1** |
| **Net Equity (3)** | **121,859** | **155,714** | **-33,855** | **-21.7** |
| **Leverage (4)** | **61.5%** | **49.0%** | **12.5** | **25.5** |

EUR thousands

(1) Financial Debt = Debt of bonds and other marketable securities + Bank debts

(2) Net Financial Debt = Financial Debt + Other financial libilities + Derivatives + Cash and other financial assets

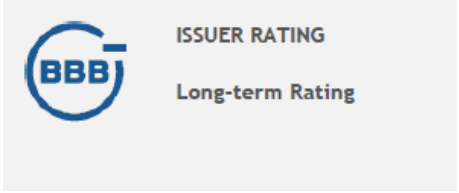
(3) Net Equity = Parent Company Net Equity + minority interests

(4) Leverage = Net Financial Debt / (Net Financial Debt + Net Equity)

- Net Financial Debt stands at EUR 194 million compared to EUR 149 million as of December 31, 2019, mainly due to the new issues of promissory notes and ICO loans. Likewise, the Group's **Leverage** stands at 61.5%.
- In the heading of Cash and other equivalent assets, the balance recognized by Audax Renovables, S.A. with its parent company Excelsior Times, S.L. has been included in both periods, considering that it is an equivalent asset.
- **IFRS 16** "Financial leases" implies that the item Other financial liabilities reflects EUR 8,853 thousand due to this application. Without taking into account the application of IFRS 16, the Net Financial Debt would be at EUR 185 million and the Leverage at 60.4%.

- **Rating:**

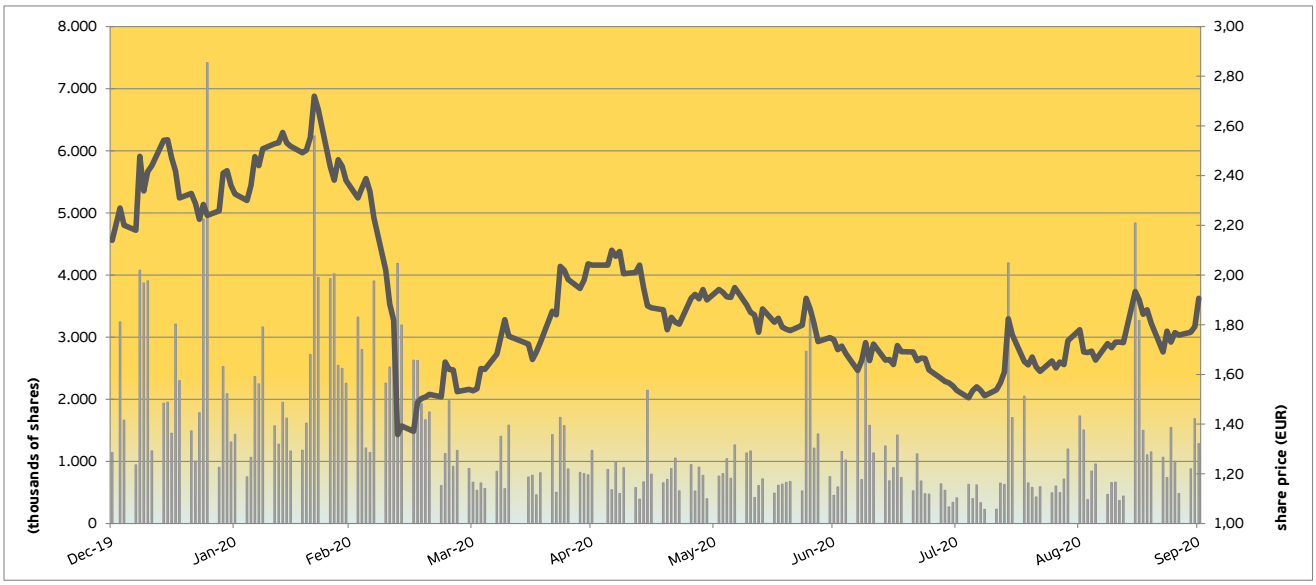
On April 2, the rating agency AXESOR ratified the **rating** of Audax Renovables, S.A. at **"BBB-" with a stable outlook.**



## Stock Exchange Information

The majority shareholder of Audax is Eléctrica Nuriel, S.L. with 81.34% of the shares (additionally, it has purchase rights of 1.82% of those shares), representing 18.66% the rest of the shareholders.

| Audax Renovables - ADX.MC | 3Q2020 | Units |
|---|---|---|
| Number of shares admitted to trading | 440,291,054 | Num. |
| Share price at the beginning of the period | 2.140 | € / share |
| Share price at the end of the period | 1.906 | € / share |
| Maximum trading price | 2.720 | € / share |
| Minimum trading price | 1.358 | € / share |
| Trading price fluctuation during the period | -10.93 | % |
| Capitalisation at the end of the period | 839,194,749 | € |
| Number of traded shares | 273,166,971 | Num. |
| Effective volume | 554,948,898 | € |
| Daily volume of traded shares (average) | 1,422,745 | Num. |
| Effective daily volume (average) | 2,890,359 | € |




*Audax Renovables share price has been affected by the situation created by the COVID-19 pandemic, after having reached a maximum in this period of 2.72 euros/share.*

## CNMV registered information

**SE till 2020/02/08**

| Date | # Registration | Description |
|---|---|---|
| 2020/01/20 | 286027 | The Company reported the beginning of construction works of the photovoltaic plant in Cañamares in Fontanar municipality (Guadalajara, Castilla-La Mancha) with 5 MWp capacity. Besides, the Company reported the prevision of an EPC contract signature and construction start of the photovoltaic plants of Carolinas I and II of 10 MWp, being both located in El Casar municipality (Guadalajara, Castilla-La Mancha). |

**Inside information**

| Date | # Registration | Description |
|---|---|---|
| 2020/02/27 | 47 | The Company reports information results. |
| 2020/02/27 | 48 | The Company sends press release of 2019 results. |
| 2020/03/30 | 129 | The Company announces the registration of a promissory note programme on the Alternative Fixed Income Market (MARF). |
| 2020/06/05 | 271 | Audax Renovables reports a change of the proposal for the application of the 2019 result. (only available in Spanish). |
| 2020/07/08 | 319 | Audax Renovables has signed a contract to purchase 100% of E.ON Energiakereskedelmi Kft.'s share capital, a Hungarian commercial electricity retailer. |
| 2020/07/08 | 320 | Additional information to the communication about E.ON Energiakereskedekmi Kft. |

**Other relevant information**

| Date | # Registration | Description |
|---|---|---|
| 2020/02/27 | 371 | The Company sends 2019 half-yearly financial reports. |
| 2020/02/27 | 377 | The Company reports 2019 annual corporate governance report. |
| 2020/02/27 | 378 | The Company reports 2019 annual report on directors´ remunerations. |
| 2020/03/02 | 709 | The Company reports 2019 Results' Presentation, sent on February 27 under registration number 47, corrected on pages 13 and 14 of the document, so that they are comparable with the consolidated financial statements. |
| 2020/03/12 | 910 | Publication of the notice of the Shareholders' General Meeting and setting the corresponding documentation available to shareholders. |
| 2020/03/26 | 1215 | Audax Renovables delays its Annual General Meeting due to Covid-19. |
| 2020/04/02 | 1343 | The Company reports the ratification of its corporate rating. |
| 2020/05/14 | 2238 | The Company reports 1Q 2020 financial information. |
| 2020/05/14 | 2239 | The Company submits the financial information of the first quarter 2020. |
| 2020/06/08 | 2601 | Publication of the notice of the Shareholders' General Meeting and setting the corresponding documentation available to shareholders. (Only available in Spanish). |
| 2020/06/09 | 2667 | Audax Renovables announces the approval of a Regulatory Framework for Green Financing in compliance with the requirements established by the International Capital Markets Association (ICMA) and obtaining the highest level of guarantee from Vigeo Eiris as an independent expert. |
| 2020/07/06 | 3243 | The company reports different debt issuance programs. One promissory note programme, EuroCommercial Paper Programme (ECP), of a maximum outstanding amount of EUR 300,000,000 at the Irish Stock Exchange and one fixed income bond programme for a nominal amount of up to EUR 400,000,000. |
| 2020/07/09 | 3330 | The Company sends the resolutions approved at the General Shareholders' Meeting held today. (Only available in Spanish). |
| 2020/07/09 | 3331 | The Company sends a presentation of the Ordinary General Shareholders' Meeting held today. (Only available in Spanish). |
| 2020/08/11 | 4043 | The Company announces the transfer of a package of shares from its majority shareholder Eléctrica Nuriel, S.L.U. to HFL Management Information, S.L. |
| 2020/09/08 | 4262 | The Company announces a first green bond issue for an amount of 20 million euros, which is part of the fixed income bond program registered with MARF. |
| 2020/09/23 | 4574 | The Company reports financial information of first half 2020 results. |
| 2020/09/23 | 4575 | The Company provides Consolidated Management Report of first half 2020. |
| 2020/09/28 | 4641 | Audax Renovables announces that, once the conditions precedent of the transaction have been met, proceeds to the closing for the acquisition of 100% of the share capital of the Hungarian company E.ON Energiakereskedelmi Kft. |

## Subsequent Events

### SE: Subsequent Events

| Date | # Registration | Description |
|---|---|---|
| 2020/10/22 | 5157 | Audax Renovables begins the construction works of a 20 MWp photovoltaic plant in the province of Guadalajara (Spain). |
| 2020/10/27 | 5261 | Audax Renovables begins the construction works of a new 20 MWp photovoltaic plant in the province of Toledo (Spain). |









## About Audax Renovables

- The Group is the result of the merger by absorption between Audax Renovables, S.A. and its parent company, Audax Energía, S.A., giving rise to an energy group whose activities are focused on the production of 100% renewable energy and the supply of 100% renewable electricity and gas.
- Founded in 2000, in 2003 Audax Renovables began to be listed on the secondary market of the Barcelona Stock Exchange and in 2007 it was included in the SIBE of the Madrid Stock Exchange. It is currently listed on the Spanish Continuous Market under the ticker ADX.MC, having been incorporated into the IBEX SMALL CAP® index on March 23, 2020.
- It is the leading energy Group in the SME segment in Spain, guaranteeing an efficient supply of retailed energy through a process of vertical integration with the renewable generation activity, with a solid financial position, and ready to lead the energy transition in the European market.
- The Group manages a portfolio of 91 MW generation projects in operation in Spain, France and Poland in wind farms. In addition, it has a portfolio of 320 MW photovoltaic projects in Spain, 15 MW of which will come into operation in the coming weeks, while another 40 MW are currently under construction. Likewise, the Group also has a 66 MW wind project under construction in Panama.
- Audax Renovables, in its activity of supplying 100% renewable electricity and gas, is present in Spain, Portugal, Italy, Germany, Poland, the Netherlands and Hungary, adding more than 490 thousand customers.
- For more information, please visit www.audaxrenovables.com / www.audaxenergia.com







FOLLOW US:

#AudaxTeam

**Legal Disclaimer:** This presentation has been drawn up by AUDAX RENOVABLES, S.A. ("AUDAX RENOVABLES" or the "Company") for the purpose of issuing this Profit and Loss Report. This document is not a brochure nor is it an offer to purchase, sell or subscribe or a request for an offer to purchase, sell or subscribe to the AUDAX RENOVABLES' shares. This presentation must not be directly or indirectly published, announced, publicly communicated or distributed in the United States of America, Canada, Japan or Australia, or any other jurisdiction where distribution of this information is legally restricted.

Any statement included in this presentation that does not reflect historical information, including, inter alia, statements about the Company's financial situation, commercial strategy, management or business plans, targets or future transactions and clients, are future estimates. These future estimates imply and involve risks, uncertainties and other known or unknown factors that could mean that the results, business evolution or profits and losses of the Company or of the sector may be significantly different to those specified in or obtained from such future estimates. These future estimates are based on numerous presumptions about the present and future commercial strategy of the Company and the business environment in which the Company expects to operate in the future. The future estimates are only related to the date of this presentation and the Company expressly states that it does not accept any obligation or commitment to update or keep up to date the information included in this document nor to make any changes to the expectations or events, conditions or circumstances on which the future estimates are based. The market information used in this presentation which is not stated to have been obtained from a specific source, is an estimate made by the Company and has not been independently verified.

Certain financial and statistical information included in this document has been subject to adjustments by rounding. Therefore, any discrepancy between the total amounts and the sum to which such amounts or total value refer is due to such rounding. Some of the financial management figures included in this document have not been audited.


audax
renovables
www.audaxrenovables.com