



**—**  
**PROFIT AND LOSS REPORT**  
**FIRST QUARTER 2018**  
**JANUARY - MARCH**

# PROFIT AND LOSS REPORT January – March 2018



## Table of Contents

---

- **Executive Summary**
- **Key Figures**
- **Consolidated Income Statement**
- **Consolidated Balance Sheet**
- **Stock Exchange Information**
- **Significant Events within the Reporting Period**
- **Significant Events after the Reporting Period**
- **About Audax Renovables**
- **Companies of the Group**
- **Legal Disclaimer**

# PROFIT AND LOSS REPORT January – March 2018



## Executive Summary

- Audax Renovables ended the first quarter of 2018 with a net profit of EUR 1,574 thousand, in comparison of the profits of EUR 589 thousand for the same period of the previous year.
- Operating income has increased by 6% compared to 2017 to reach EUR 9,296 thousands and EBITDA generated amounts to EUR 6,379 thousands, representing a 14% growth compared to the previous year.
- The reasons for these increases are due to the following factors: higher production in Spanish wind farm projects, the best result of price hedging contracts and value increase of the green certificates in Poland. However, the average pool price in Spain for this first quarter was 14% lower than the first quarter of 2017.
- Moreover, the cost reduction and optimisation policy Group's represents another factor that shows this EBITDA increase, being 7% lower than the same period of the previous year.

<b>Consolidated Income Statement</b>	<b>1Q2018</b>	<b>1Q2017</b>	<b>Var. (%)</b>
Operating income	9,296	8,747	6
Operating expenses	-2,917	-3,141	-7
<b>EBITDA</b>	<b>6,379</b>	<b>5,606</b>	<b>14</b>
<b>EBIT</b>	<b>3,470</b>	<b>2,656</b>	<b>31</b>
<b>Financial profit / loss</b>	<b>-1,799</b>	<b>-1,919</b>	<b>-6</b>
<b>Net profit/loss Attributable to the Parent Company</b>	<b>1,574</b>	<b>589</b>	<b>167</b>

EUR thousands

- The split of the energy produced by Audax Renovables in 1Q 2018 is 75% generated in Spain (representing 78% of the operating income); France provided 7% (8% of the operating income), and Poland 18% (14% of the operating income) of the total amount. The production of the projects in that period reached 114.2 GWh, in comparison to the 105.3 GWh of the first quarter of 2017.
- At the beginning of the first quarter, the syndicated corporate debt subscribed in January 2012 was restructured through the signing of a new corporate financing agreement with Banco Santander, S.A. and Banco Popular Español, S.A. amounting to 3,400 thousand euros.
- On April 10, 2018, as a significant event after the closing, it was proceeded to completely cancel it through a new debt operation, in project finance mode, of Hinojal Wind Farm.

***Audax Renovables increases its profit by 167% compared to the same period of the previous year.***

# PROFIT AND LOSS REPORT January – March 2018



## Key Figures

- The production breakdown by country is as follows:

<b>Production (GWh)</b>	<b>1Q2018</b>	<b>%</b>	<b>1Q2017</b>	<b>%</b>	<b>%Var.</b>
<b>Spain</b>	<b>85.7</b>	75%	<b>76.2</b>	72%	13%
<b>France</b>	<b>8.3</b>	7%	<b>8.7</b>	9%	-5%
<b>Poland</b>	<b>20.2</b>	18%	<b>20.4</b>	19%	-1%
<b>Total</b>	<b>114.2</b>	100%	<b>105.3</b>	100%	8%

- The turnover breakdown by country is as follows:

<b>Turnover (M€)</b>	<b>1Q2018</b>	<b>%</b>	<b>1Q2017</b>	<b>%</b>	<b>% Var.</b>
<b>Spain</b>	<b>7.3</b>	78%	<b>7.0</b>	81%	4%
<b>France</b>	<b>0.8</b>	8%	<b>0.8</b>	9%	-4%
<b>Poland</b>	<b>1.2</b>	14%	<b>0.9</b>	10%	33%
<b>Total</b>	<b>9.2</b>	100%	<b>8.7</b>	100%	7%

## Operational key figures

- In Spain, the increase in production by 13% compared to the previous year is mainly due to larger wind resources and also to an improved use of these resources by enhancing the performance of the plants. However, the average pool price in Spain for this first quarter was 14% lower. As a result, turnover has increased by 4%.
- On an international level, in the same way, production has been in line with the same period of the previous year. The project of Poland has benefited from a revaluation of green certificates by 156%, making its turnover increased by 33% compared to the first quarter of 2017.

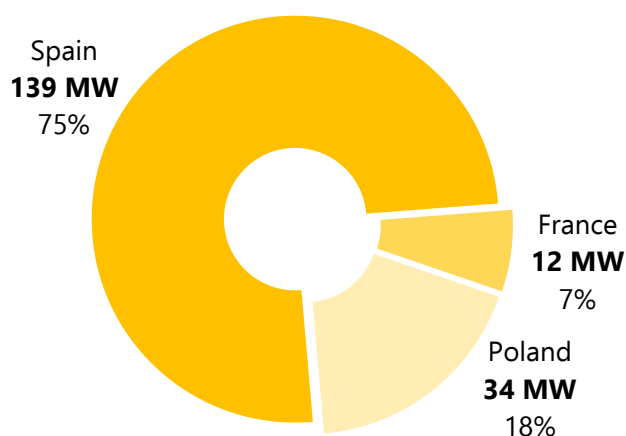
# PROFIT AND LOSS REPORT January – March 2018



## Key Figures

- The installed capacity breakdown by country is as follows:

### Installed Capacity - 185MW



- The Audax Renovables' portfolio breakdown by country is as follows:

MW	Operating	Under development	Total portfolio	%
Spain	139	50	189	51%
France	12	0	12	3%
Poland	34	34	68	19%
Panama *	0	99	99	27%
<b>TOTAL</b>	<b>185</b>	<b>183</b>	<b>368</b>	<b>100%</b>

\* Attributable capacity (30% of 330 MW)



Mudefer

# PROFIT AND LOSS REPORT January – March 2018



## Consolidated Income Statement

Consolidated Profit and Loss	1Q2018	1Q2017	Var.	Var. (%)
Net turnover	9,226	8,658	568	7
Other income	70	89	-19	-21
<b>Operating income</b>	<b>9,296</b>	<b>8,747</b>	<b>549</b>	<b>6</b>
Operating expenses	-2,917	-3,141	224	-7
<b>EBITDA</b>	<b>6,379</b>	<b>5,606</b>	<b>773</b>	<b>14</b>
Amortisation, depreciation and impairment	-2,904	-3,020	116	-4
Impairment and profit/loss from disposal of fixed assets	-5	70	-75	n.a.
<b>EBIT</b>	<b>3,470</b>	<b>2,656</b>	<b>814</b>	<b>31</b>
Financial income	29	30	-1	-3
Financial expenses	-1,855	-1,977	122	-6
Exchange differences	27	28	-1	-4
<b>Financial profit/loss</b>	<b>-1,799</b>	<b>-1,919</b>	<b>120</b>	<b>-6</b>
Share in the profit/loss of associated companies	-32	-41	9	-22
<b>Profit/loss before tax</b>	<b>1,639</b>	<b>696</b>	<b>943</b>	<b>n.a.</b>
Corporate Income Tax	-33	-40	7	-18
<b>Consolidated profit/loss for the year</b>	<b>1,606</b>	<b>656</b>	<b>950</b>	<b>n.a.</b>
Profit/loss attributed to minority interests	-32	-67	35	-52
<b>Net profit/loss Attributed to the Parent Company</b>	<b>1,574</b>	<b>589</b>	<b>985</b>	<b>167</b>

EUR thousands

### Analysis of the Results

- The net turnover, including the impact of the price hedging contracts, has amounted to EUR 9,226 thousand, representing an increase of 7% compared to the same period of 2017.
- This increase is due to the higher production (+8%), due to the better result of price hedging contracts in comparison to the previous year and due to the revaluation of the price of the green certificates in Poland; despite the lower average sale price of energy in the Spanish market (pool), which was 14% lower than the same period of the previous year.
- Price hedging contracted during this period accrued impact is a lower turnover of EUR 70 thousands, in comparison to the EUR 494 thousands of the first quarter of 2017.
- Operating expenses are 7% lower due to the Company's cost reduction and optimization policy, resulting a 14% increase in EBITDA.
- Financial expenses have decreased by 6% compared to the same period of the previous year, owing, among others things, the lower financial burden from the project finance projects.
- Audax Renewables ends the first quarter of 2018 with a Net Profit Attributable to the Parent Company of EUR 1,574 thousand, compared to the profits of EUR 589 thousand of the same period of the previous year, wich menas an increase of 167%.

# PROFIT AND LOSS REPORT January – March 2018



## Consolidated Balance Sheet

ASSETS	Mar-18	Dec-17	Var.	var. (%)
Property, plant and equipment	162,193	164,779	-2,586	-1.6
Goodwill	1,494	1,494	0	n.a.
Other intangible assets	30,226	30,708	-482	-1.6
Non-current financial assets	6,373	5,813	560	9.6
Investments as per equity accounting	6,837	6,931	-94	-1.4
Deferred tax assets	2,857	3,055	-198	-6.5
<b>Non-current assets</b>	<b>209,980</b>	<b>212,780</b>	<b>-2,800</b>	<b>-1.3</b>
Trade and other receivables	6,695	6,910	-215	-3.1
Other current financial assets	5,795	10,182	-4,387	-43.1
Other current assets	440	56	384	n.a.
Cash and cash equivalents	14,602	14,178	424	3.0
<b>Current assets</b>	<b>27,532</b>	<b>31,326</b>	<b>-3,794</b>	<b>-12.1</b>
<b>Total Assets</b>	<b>237,512</b>	<b>244,106</b>	<b>-6,594</b>	<b>-2.7</b>
<b>LIABILITIES AND NET EQUITY</b>	<b>Mar-18</b>	<b>Dec-17</b>	<b>Var.</b>	<b>var. (%)</b>
Capital	98,003	98,003	0	n.a.
Other reserves	-3,783	-11,133	7,350	-66.0
Profit/loss for the year	1,574	7,350	-5,776	-78.6
Translation differences	-6,364	-6,273	-91	1.5
Hedging	-7,721	-8,244	523	-6.3
Minority interests	1,055	1,157	-102	-8.8
<b>Net Equity</b>	<b>82,764</b>	<b>80,860</b>	<b>1,904</b>	<b>2.4</b>
Bank loans	104,243	106,810	-2,567	-2.4
Other non-current liabilities	29,145	29,962	-817	-2.7
<b>Non-current liabilities</b>	<b>133,388</b>	<b>136,772</b>	<b>-3,384</b>	<b>-2.5</b>
Bank loans	15,068	19,046	-3,978	-20.9
Trade and other payables	4,872	6,029	-1,157	-19.2
Other current financial liabilities	852	815	37	4.5
Other current liabilities	568	584	-16	-2.7
<b>Current liabilities</b>	<b>21,360</b>	<b>26,474</b>	<b>-5,114</b>	<b>-19.3</b>
<b>Total Liabilities</b>	<b>237,512</b>	<b>244,106</b>	<b>-6,594</b>	<b>-2.7</b>

EUR thousands

*The consolidated balance sheet shows a decrease in the "Bank loans account, mainly due to the repayments of the project finance loans related to the operating projects during the period, and for the renegotiation of corporate debt in January, reducing by EUR 1,200 thousands (cancelled later in April 2018).*

# PROFIT AND LOSS REPORT January – March 2018



## Consolidated Balance Sheet

### Net Financial Debt

- As at 31 March 2018 the net financial debt amounts to EUR 110 million and corresponds almost entirely to financing of investments in property, plant and equipment of the wind farms ("Project Finance" modality), with a maturity period between 12 and 15 years.
- The principal of the bank loans of Audax Renovables (corporate debt) as at 31 March 2018 amounts to EUR 3.4 million. This debt was completely settled in April 2018.
- This consolidated debt implies a financial leverage of 57.1% as shown in the table below.

Net Financial Debt	Mar-18	Dec-17	Var.	%
Bank loans	119,310	125,856	-6,546	-5.2%
Other liabilities (derivatives)	11,177	11,949	-772	-6.5%
Cash and other current financial assets	-20,397	-24,360	3,963	-16.3%
Net Financial Debt	110,090	113,445	-3,355	-3.0%
Leverage *	57.1%	58.4%		

EUR thousands

\* Leverage = Net Financial Debt / (Net Financial Debt + Net Equity)

*In January 31, 2018 the Company restructured the corporate syndicated loan, signed on 31 January 2012 and subsequently novated, by simultaneously settling the loan (for an outstanding amount of 4,600 thousand euros) and signing a new contract for corporate financing with Banco Santander, S.A. and Banco Popular Español, S.A. for the amount of EUR 3,400,000 due on 31 July 2020.*

*After closing, on April 10, 2018, Audax Renovables has completely paid off the corporate syndicated loan aforementioned. This settlement is part of a new debt operation, project finance type, of Hinojal Wind Farm project, wholly owned by the Company, which in turn allows the additional release of funds in favor of the latter.*

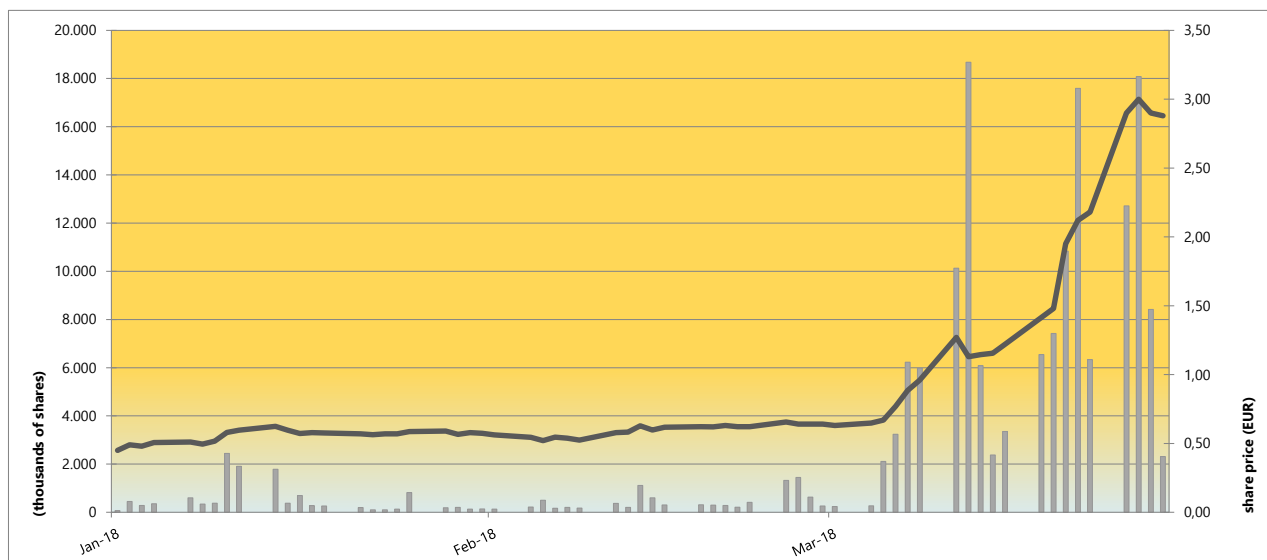


# PROFIT AND LOSS REPORT January – March 2018



## Stock Exchange Information

Audax Renovables - ADX.MC	1Q 2018	Units
Number of shares admitted to trading	140,003,778	Num.
Share price at the beginning of the period	0.450	€ / share
Share price at the end of the period	2.880	€ / share
Maximum trading price	3.000	€ / share
Minimum trading price	0.440	€ / share
Trading price fluctuation during the period	540.00	%
Capitalisation at the end of the period	403,210,881	€
Number of traded shares	170,621,132	Num.
Effective volume	281,952,796	€
Daily volume of traded shares (average)	2,665,955	Num.
Effective daily volume (average)	4,405,512	€



*The share price of Audax Renovables during this first quarter has reached maximum values since October 2008.*

*The value traded in the market has also been much higher than the average of the last exercises.*

# PROFIT AND LOSS REPORT January – March 2018



## Significant Events within the Reporting Period

### SE: Company

Date	# Registration	Description
2018/01/31	261164	Audax Renovables has restructured the corporate syndicated loan signed in January 31, 2012 and subsequently novated by simultaneously settling the loan and signing a new contract for corporate financing with aforementioned company and Banco Popular Español, S.A. for the amount of EUR 3,400,000, due on 31 July 2020, and with a guarantee consisting of a promise of pledge on credit rights.

### SE: Economic Reports

Date	# Registration	Description
2018/02/25	261989	The Company reports information of second half 2017 results.
2018/02/25	261990	The Company reports Press Release on the results for the year 2017.
2018/02/25	261991	The Company reports consolidated earnings in the second half of 2017.
2018/02/25	261992	The Company reports 2017 Corporate Governance Report.
2018/02/25	261993	The Company reports 2017 Annual Remuneration Report.

## Significant Events after the Reporting Period

Date	# Registration	Description
2018/04/10	263947	The Company reports that today it has completely paid off its corporate debt.
2018/05/09	265429	The Company announces the start of construction of Toabré Wind Farm project in Panama.



Hinojal

# PROFIT AND LOSS REPORT January – March 2018



## About Audax Renovables

- Incorporated in the year 2000, Audax Renovables, S.A. is mainly involved in generating electricity from 100% renewable energy sources.
- In 2003 the shares of Audax Renovables were admitted to trading on the secondary market of the Barcelona Stock Exchange and in 2007 they were included in the SIBE (integrated stock exchange system) of the Madrid Stock Exchange. Now the shares are traded on the Spanish continuous market with the ticker symbol ADX.MC.
- In August 2016 Audax Energía, S.A., subsequent to its takeover bid being accepted by the shareholders representing 70,86% of the Audax Renovables' share capital, became the majority shareholder.
- Today Audax Renovables handles a portfolio of operating plants of 185 MW in Spain, France and Poland, of which 1 MW corresponds to solar energy and the rest to wind farms. Audax Renovables owns a portfolio of operating assets of high technological quality and an average age of 9 years.
- For more information, please visit [www.audaxrenovables.com](http://www.audaxrenovables.com)



*Pedregoso*

# PROFIT AND LOSS REPORT January – March 2018



## Companies of the Group

<b>Company</b>	<b>Holding direct + indirect</b>
Eólica El Pedregoso, S.L	80%
Eólica Del Pino, S.L	80%
Parc Eòlic Mudefer, S.L.	100%
Parque Eólico Hinojal , S.L	100%
Gestora Fotovoltaica de Castellón, S.L. (y sociedades dependientes)	76%
Fercom Eólica, S.L.	100%
Fersa Asesoramiento y Gestión, S.L.	100%
Parc Eòlic Coll De Som, S.L.	100%
Explotación Eólica La Pedrera S.L.	100%
Castellwind 03 S.L	60%
Entreyeltes 1, S.L.	51%
Berta Energies Renovables, S.L.	26%
Eoliennes de Beausemblant, SAS	80%
Eólica Postolin Sp	100%
Eólica Warblewo Sp	65%
Parque Eólico Toabré, S.A. (anteriormente Fersa Panamá, S.A.)	30%
A.I.E. Subestación y Línea 2004	30%
Aprofitament d'Energies Renovables de la Terra Alta, S.A.	16%
Aprofitament d'Energies Renovables de L'Ebre S.L.	15%



*Postolin*

# PROFIT AND LOSS REPORT January – March 2018



**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 indirectly or directly 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 statements included in this presentation that does not reflect historic 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. In addition, some figures contained in this document are proforma figures that have not been audited either.



Pedregoso



[www.audaxrenovables.com](http://www.audaxrenovables.com)