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PROFIT AND LOSS REPORT
THIRD QUARTER 2017
JANUARY - SEPTEMBER**

PROFIT AND LOSS REPORT January – September 2017



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Executive Summary

- Audax Renovables ended the third quarter 2017 with a profit of EUR 3,109 thousand, in contrast to the loss of EUR 8,320 thousand for the same period of the previous year.
- This difference between the two results is owed primarily to the following factors:
 - Higher average sale price of the energy on the Spanish market (pool) 48% higher than the same period of the previous year (EUR 4,031 thousand).
 - Special remuneration received by the Spanish projects during the 2017 to 2019 regulatory term are higher than in the previous period by EUR 1,303 thousand due to the update of the parameters published in the decree ETU/130/2017.
 - Reduction in expenses and cost containment which have been implemented bring a substantial decrease in the operating costs, which have been 19% lower.
 - At the close of September 2016 a provision was registered for expenses related to the takeover bid by Audax Energía, S.A. amounting to EUR 1,538 thousand.
 - During the previous period an impairment provision related to the wind farm Postolin in Poland was registered amounting to EUR 3,409 thousand due to regulatory amendments approved in that country.
- Thus, a rise in market price of the energy in the third quarter together with an increased production of the wind farms boost the incomes by 25% which, combined with the decrease in operating expenses, make the EBITDA 82% higher.
- Furthermore, on 30 January 2017, Audax Renovables renewed the corporate financing agreement for the amount of EUR 4.6 million, by extending the maturity date till 31 January 2018.
- On 29 June 2017 the General Meeting of Shareholders decided, among others, to change the name of the Company to "Audax Renovables, S.A.". Furthermore, it was decided to appoint KPMG Auditores, S.L. as the auditor of accounts of the Company for the period of three (3) years.

Audax Renovables in figures

Consolidated Income Statement	3Q2017	3Q2016	Var. (%)
Operating income	26,370	21,012	25
Operating expenses	-8,819	-10,921	-19
EBITDA	17,551	10,091	74
EBIT	9,102	-2,144	n.a.
Financial profit / loss	-5,706	-7,008	-19
Net profit/loss Attributable to the Parent Company	3,109	-8,320	n.a.

EUR thousands

Audax Renovables ended the third quarter 2017 with a profit of EUR 3,109 thousand.

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Key Figures

- As at September 2017, the production breakdown by country is as follows:

GWh Production	3Q2017	%	3Q2016	%	% Var.
Spain	246.0	76%	224.0	76%	10%
France	22.1	7%	20.4	8%	8%
Poland	54.7	17%	49.2	16%	11%
Total	322.8	100%	293.6	100%	10%

- As at September 2017, the turnover breakdown by country is as follows:

Turnover (M€)	3Q2017	%	3Q2016	%	% Var.
Spain	21.7	83%	16.5	81%	31%
France	2.0	8%	1.9	9%	10%
Poland	2.4	9%	2.1	10%	18%
Total	26.2	100%	20.5	100%	28%

In Spain, the increase in production by 10% in 2017 compared to the previous year is mainly due to larger wind resources in wind farms in the South of Spain and also to an improved use of these resources by enhancing the performance of the plants which, together with a higher market price, have contributed to the increase of the turnover by 31%.

At an international level, similarly, the well performing wind farm in France has registered an increase in production by 8% compared to the same period of the previous year, with a 10% increase in its turnover. The production of the wind farm in Poland has been 11% higher, together with the revaluation of the green certificates, involves that its turnover is 18% higher than in the third quarter 2016.

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Key Figures

- As at September 2017, the installed capacity breakdown by country is as follows:

Installed capacity (MW)	3Q2017	%	3Q2016	%
Spain	139	75%	139	75%
France	12	7%	12	7%
Poland	34	18%	34	18%
Total	185	100%	185	100%

- The Audax Renewables' portfolio breakdown by country as at September 2017 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%
TOTAL	185	183	368	100%

* Attributable capacity (30% of 330 MW)



Postolin

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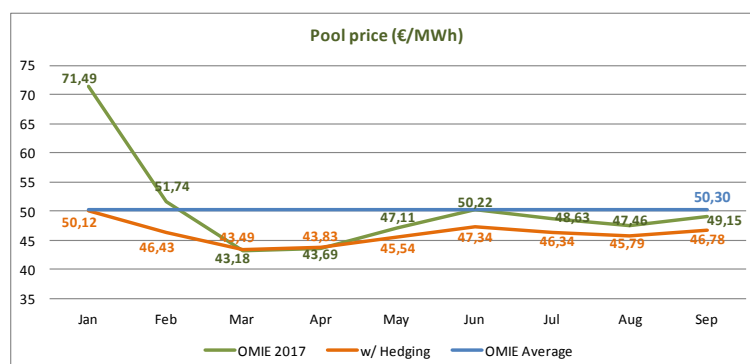
Consolidated Income Statement

Consolidated Profit and Loss	3Q2017	3Q2016	Var. (%)
Net turnover	26,172	20,463	28
Other income	198	549	-64
Operating income	26,370	21,012	25
Operating expenses	-8,819	-10,921	-19
EBITDA	17,551	10,091	74
Amortisation, depreciation and impairment	-8,690	-9,634	-10
Changes in the provisions	0	658	-100
Impairment and profit/loss from disposal of fixed assets	241	-3,259	n.a.
EBIT	9,102	-2,144	n.a.
Financial income	146	21	n.a.
Financial expenses	-6,064	-7,066	-14
Exchange differences	212	37	n.a.
Financial profit/loss	-5,706	-7,008	-19
Share in the profit/loss of associated companies	-85	-64	33
Profit/loss before tax	3,311	-9,216	n.a.
Corporate Income Tax	-25	717	n.a.
Consolidated profit/loss for the year	3,286	-8,499	n.a.
Profit/loss attributed to minority interests	-177	179	n.a.
Net profit/loss Attributed to the Parent Company	3,109	-8,320	n.a.

EUR thousands

Analysis of the Results

- The net turnover, including the effect of the price hedging contracts, has amounted to EUR 26,172 thousand, which implies an increase of 28% compared to the same period of 2016 (EUR 20,463 thousand), primarily due to higher prices on the energy market (pool) in Spain, to the increase in production and as well as higher special remunerations during the new regulatory term.
- Regarding the price hedging contracts aforementioned, the third quarter 2017 accrued impact is a less turnover of EUR 739 thousands, amounting 3,5% of the total turnover of the Spanish wind farms.



Consolidated Income Statement

Analysis of the Results (continuation)

- Operating expenses, without taking into consideration the effect of the increase of the 7% tax on generation of electricity and other accounts affected by a higher turnover, are 19% lower due to the Company's cost containment policy and reduction in expenses. Moreover, in the previous year a EUR 1,538 thousands provision was made for the costs related to the takeover bid by Audax Energía S.A.
- In June 2016, as a consequence of new regulations in Poland, the impairment tests were updated and a provision of EUR 3,409 thousand was registered.
- Financial expenditure has decreased by 14% compared to the same period of the previous year, owing, among others, to a reduction in financial burden from the project finance.
- Audax Renewables ends the third quarter 2017 with a Net Profit Attributable to the Parent Company amounting to EUR 3,109 thousand, against loss of EUR 8,320 thousand for the same period of the previous year.



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Consolidated Balance Sheet

ASSETS	Sep-17	Dec-16	Var.	var. (%)
Property, plant and equipment	166,216	172,478	-6,262	-3.6
Goodwill	1,494	1,494	0	n.a.
Other intangible assets	31,189	32,673	-1,484	-4.5
Non-current financial assets	5,744	5,704	40	0.7
Investments as per equity accounting	7,023	7,442	-419	-5.6
Deferred tax assets	5,347	5,847	-500	-8.6
Non-current assets	217,013	225,638	-8,625	-3.8
Trade and other receivables	6,227	5,892	335	5.7
Other current financial assets	3,435	3,636	-201	-5.5
Other current assets	317	115	202	n.a.
Cash and cash equivalents	14,015	15,668	-1,653	-10.6
Current assets	23,994	25,311	-1,317	-5.2
Total Assets	241,007	250,949	-9,942	-4.0
LIABILITIES AND NET EQUITY	Sep-17	Dec-16	Var.	var. (%)
Capital	98,003	98,003	0	n.a.
Other reserves	-11,134	20,476	-31,610	n.a.
Profit/loss for the year	3,109	-31,608	34,717	n.a.
Translation differences	-6,342	-6,099	-243	4.0
Hedging	-8,639	-10,115	1,476	-14.6
Minority interests	1,040	502	538	n.a.
Net Equity	76,037	71,159	4,878	6.9
Bank loans	108,287	117,870	-9,583	-8.1
Other non-current liabilities	30,507	34,213	-3,706	-10.8
Non-current liabilities	138,794	152,083	-13,289	-8.7
Bank loans	17,975	18,554	-579	-3.1
Trade and other payables	5,552	8,001	-2,449	-30.6
Other current financial liabilities	2,056	488	1,568	n.a.
Other current liabilities	593	664	-71	-10.7
Current liabilities	26,176	27,707	-1,531	-5.5
Total Liabilities	241,007	250,949	-9,942	-4.0

EUR thousands

The consolidated balance sheet for the third quarter 2017 shows a decrease in the "Bank loans" and "Cash and cash equivalents" accounts, mainly due to the repayments of the project finance loans related to the operating projects during the period.

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Consolidated Balance Sheet

Net Financial Debt

- As at 30 September 2017 the net financial debt amounts to EUR 121 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 30 September 2017 amounts to EUR 4.6 million.
- This consolidated debt implies a financial leverage of 61.5% as shown in the table below.

Net Financial Debt	Sep-17	Dec-16	Var.	%
Bank loans	126,262	136,424	-10,162	-7.4%
Other liabilities (derivatives)	12,491	14,604	-2,113	-14.5%
Cash and other current financial assets	-17,450	-19,304	1,854	-9.6%
Net Financial Debt	121,303	131,724	-10,421	-7.9%
Leverage*	61.5%	64.9%		

EUR thousands

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



Gestora Fotovoltaica

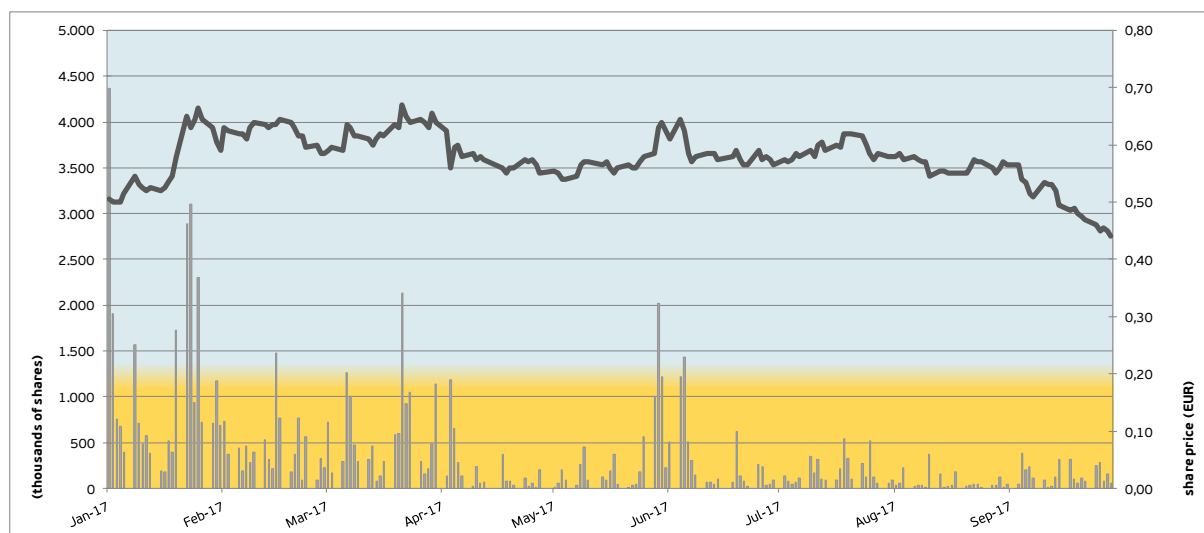
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Stock Exchange Information

Audax Renovables - ADX.MC

	3Q2017	Units
Number of shares admitted to trading	140,003,778	Num.
Share price at the beginning of the period (2 Jan.)	0.505	€ / share
Share price at the end of the period (30 Sep.)	0.440	€ / share
Maximum trading price	0.670	€ / share
Minimum trading price	0.440	€ / share
Trading price fluctuation during the period	-12.87	%
Capitalisation at the end of the period	61,601,662	€
Number of traded shares (from 2 Jan. to 30 Sep.)	74,739,985	Num.
Effective volume (from 2 Jan. to 30 Sep.)	44,404,559	€
Daily volume of traded shares (average)	393,368	Num.
Effective daily volume (average)	233,708	€



Audax Energía, S.A. owns 70.86% of the shares of Audax Renovables, S.A. after the acquisition completed in August 2016 at the price of EUR 0.50 per share.

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Significant Events within the Period

SE: Company

Date	# Registration	Description
30/01/2017	247635	The Company announces the conclusion of a modificatory and non-executive novation of the Financing Agreement signed on 31 January 2012. The novation fundamentally consist in extending the maturity date of said agreement till 31 January 2018 for the overdue amount of EUR 4.6 million.
26/05/2017	252549	Press release of a call to General Meeting of Shareholders and disclosure of the pertinent documents to the shareholders.
29/06/2017	254063	The Company submits the resolutions passed at the General Meeting of Shareholders held on 29 June 2017, in particular the following: <ul style="list-style-type: none">▪ The decision is made to change the name of the Company to "Audax Renovables, S.A."▪ In accordance with the provisions of article 264.1 of the Companies Act it is decided to appoint KPMG Auditores, S.L. as the auditor of accounts of the Company for the period of three (3) years.

SE: Economic Reports

Date	# Registration	Description
21/02/2017	248338	The Company submits the information on the profit and loss for the second half year 2016.
21/02/2017	248339	The Company issues the Press Release on profit and loss for the year 2016.
21/02/2017	248340	The Company submits the Consolidated Profit and Loss Statement for the second half year 2016.
21/02/2017	248342	The Company submits the Annual Corporate Governance Report for the year 2016.
23/02/2017	248486	The Company submits the Annual Report on directors' remuneration for the year 2016.
09/05/2017	251812	The Company submits the financial information of the first quarter 2017.
09/05/2017	251813	The Company issues the Press Release on profit and loss first quarter 2017.
27/07/2017	255205	The Company submits the financial information of the first half 2017.
27/07/2017	255206	The Company issues the Press Release on profit and loss first half 2017.
27/07/2017	255207	The Company submits the Consolidated Profit and Loss Statement for the second half year 2017.
27/07/2017	255208	The Company announces the new version of the "Internal Regulations for Conduct in the Securities Markets".

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About Audax Renovables

- Audax Renovables, S.A. (formerly Fersa Energías Renovables, S.A) was incorporated in the year 2000 and is mainly involved in generating electricity from 100% renewable 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 as ADX.MC.
- On 19 May 2016 Audax Energía, S.A. made a bid to purchase 100% of shares of Audax Renovables. The offer was accepted by the shareholders representing 70.86% of the Audax Renovables' share capital and consequently Audax Energía, S.A. became the majority shareholder on 12 August 2016.
- 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



Pedregoso

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Companies of the Group

Company	Holding direct + indirect
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%
Ferrolterra Renovables, S.L.	37%
Eoliennes de Beausemblant, SAS	80%
Eólica Postolin Sp	100%
Eólica Warblewo Sp	65%
Eólica Cieplowody Sp	100%
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

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