

# NEXTENERGY SOLAR FUND

Generating a more  
sustainable future

Factsheet

for the quarter ended 30 June 2023

## COMPANY OVERVIEW

**NextEnergy Solar Fund Limited** is a specialist renewable energy investment company, listed on the premium segment of the London Stock Exchange. As at 30 June 2023 the Company has completed and announced 99 separate acquisitions of operational solar projects (and a private equity investment) with a total capacity installed<sup>1</sup> of 865MW and total invested capital of approximately £1.14b.

<sup>1</sup> Excludes share in private equity vehicle (NextPower III ESG)



# Performance Highlights

## Financial Highlights<sup>1</sup>

NAV per ordinary share  
as at 30 June 2023

**109.3p**

(31 March 2023: 114.3p)

Ordinary shareholders'  
NAV as at 30 June 2023

**£645.1m**

(31 March 2023: £674.4m)

Financial debt gearing  
as at 30 June 2023<sup>2</sup>

**29%**

(31 March 2023: 28%)

Dividends per ordinary  
share for the year ended  
31 March 2024

**8.35p**

(31 March 2023: 7.52p)

Cash dividend cover (pre-scrip  
dividends) for the year ended  
31 March 2023

**1.4x**

(31 March 2022: 1.2x)

Total gearing as at  
30 June 2023<sup>3</sup>

**46%**

(31 March 2023: 45%)

NAV total return per ordinary  
share for the year ended  
31 March 2023

**7.3%**

(31 March 2022: 22%)

Ordinary shareholder total return for  
the year ended  
31 March 2023

**8.6%**

(31 March 2022: 11%)

Ordinary shareholder  
annualised total return  
since IPO (30 June 2023)

**5.9%**

(31 March 2023: 7.0%)

## Operational Highlights

Total capacity installed as  
at 30 June 2023<sup>5</sup>

**865MW**

(31 March 2023: 865MW)

Total electricity generation for the year  
ended 31 March 2023

**870GWh**

(31 March 2022: 773GWh)

Tonnes of CO<sub>2</sub>e emissions avoided  
p.a. at 31 March 2023<sup>4</sup>

**363,000**

(31 March 2022: 328,700)

Operating solar assets  
as at 30 June 2023<sup>6</sup>

**99**

(31 March 2023: 99)

Generation above budget for  
the quarter ended 30 June 2023

**3.9%**

(30 June 2022: 4.5%)

Equivalent UK homes powered for  
one year as at 31 March 2023<sup>4</sup>

**242,000**

(31 March 2022: 216,300)

## ESG Highlights

<sup>1</sup> Refer to the Alternative Performance Measures on pages 141 - 144 of the NESF Annual Report for 31 March 2023 for calculation basis

<sup>2</sup> Financial debt gearing excludes the £200m preference shares on a look through basis

<sup>3</sup> Total gearing is the aggregate of financial debt, look through debt and £200m of preference shares. The preference shares are equivalent to non-amortising debt with repayment in shares

<sup>4</sup> [www.greeninvestmentgroup.com/green-impact/green-investment-handbook](http://www.greeninvestmentgroup.com/green-impact/green-investment-handbook)

<sup>5</sup> Excluding share in private equity vehicle (NPIII LP). Inclusion of NESF's 6.21% share of NPIII LP on a look through equivalent basis would increase total capacity by 24MW (2022: 19MW) to 889MW (2022: 884MW)

<sup>6</sup> Excluding the \$50m commitment into private equity vehicle (NPIII LP)

## INVESTMENT POLICY

NESF's investment objective is to provide ordinary shareholders with attractive risk-adjusted returns, principally in the form of regular dividends, through a diversified portfolio of solar energy infrastructure assets with the addition of complementary technologies, such as energy storage.

The Company is currently advancing a pipeline of UK solar, international solar, battery storage and co-investment opportunities to complement the portfolio and diversify asset-specific and market risks.

The Company's Investment Adviser continues to consult investors in support of an increase to the Company's investment policy energy storage limit, from 10% of Gross Asset Value, up to 25%.

## PORTFOLIO HIGHLIGHTS

The Company advanced its position in the energy storage sector by increasing its strategic joint venture partnership with energy storage specialist EelPower Limited to £300m and secured development rights for Project Lion, a 250MW battery storage project located in the East of England. The Company also started construction on its first 50MW standalone battery storage project in Fife, Scotland.

Following the year ended 31 March 2023, NESF announced a capital recycling programme and initiated the process for the sale of five UK subsidy-free assets. The Company aims to capture significant value from the divestment of a 236MW portfolio, the proceeds from which will be used to reduce gearing, secure optionality for future growth opportunities and buyback shares.

## SHAREHOLDER/NAV RETURN

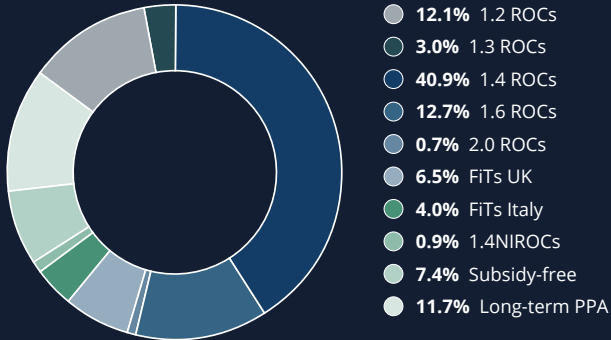
For the quarter ended 30 June 2023, the ordinary shareholder total return was -8.0% and the NAV total return was -2.7%.

As at 30 June 2023, NESF has achieved an ordinary shareholder total return since IPO of 54.0% and a NAV total return since IPO of 68.8%.

The annualised ordinary shareholder total return since IPO was 5.86% and annualised NAV total return since IPO was 7.46%.

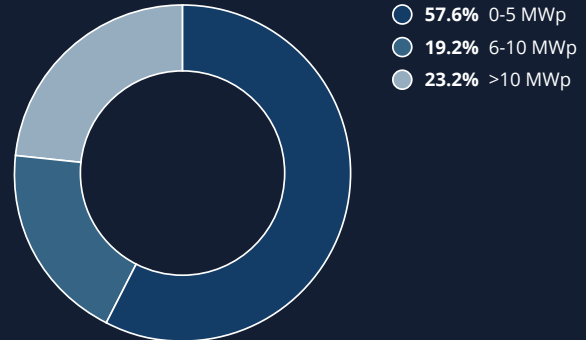
# Snapshot of Our Diversified Portfolio as at 31 March 2023

By Subsidy/PPA (RPI linked) <sup>1</sup>



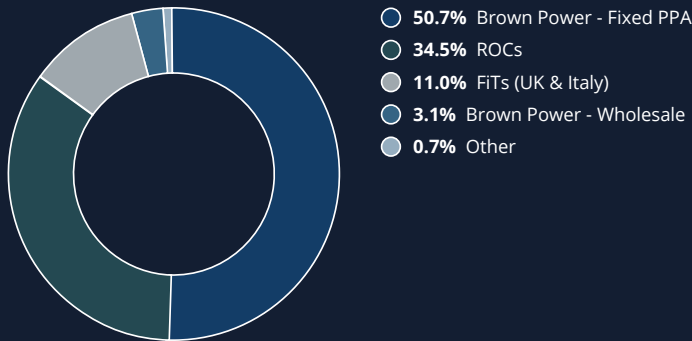
% of assets by MW capacity

By Installed Capacity <sup>1</sup>



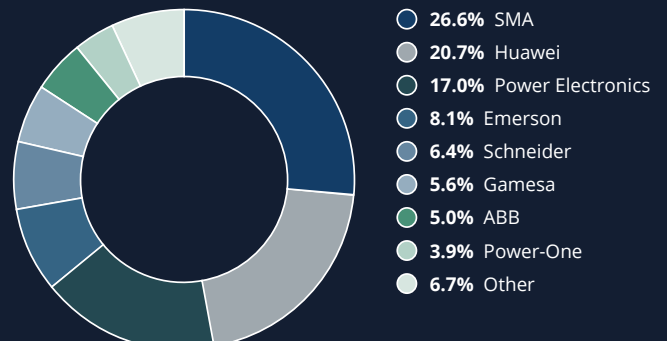
% of assets

By Revenue Type <sup>1</sup>



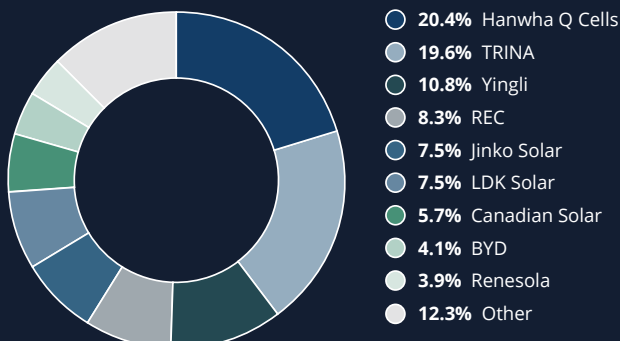
% of total revenue for the year ended 31 March 2023

By Inverter Manufacturer <sup>1</sup>



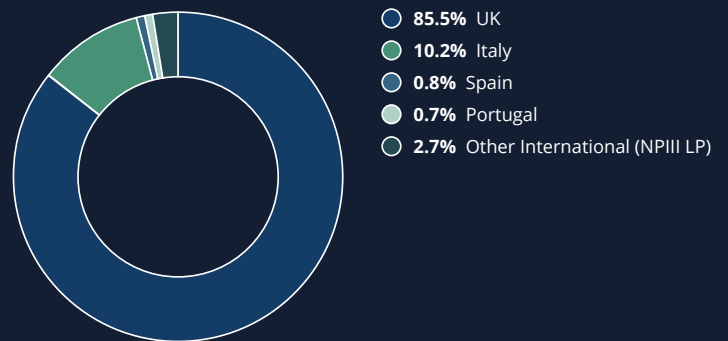
% of assets by MW capacity

By Solar Module Manufacturer <sup>1</sup>



% of assets by MW capacity

By Location <sup>1</sup>



% of invested capital

<sup>1</sup> Figures are stated to the nearest 0.1% which may lead to rounding differences

## Corporate Information

### Investment Manager and Adviser

NextEnergy Capital IM Limited and NextEnergy Capital Limited, both members of the NextEnergy Group, act as Investment Manager to the Company and Investment Adviser to the Investment Manager, respectively. The NextEnergy Group is a leading specialist solar and energy storage investment manager and asset manager focused on the renewable energy sector.

Since it was founded, the NextEnergy Group has provided asset management, technical due diligence and other services to over 2,855 solar power and energy storage assets, totalling an installed capacity in excess of 4.3GW. Its asset management clients include solar funds (in addition to the Company), banks, private equity funds and other specialist investors.



### The Company

#### NextEnergy Solar Fund Limited

Registered Office:

Floor 2

Trafalgar Court

Les Banques

St Peter Port

Guernsey GY1 4LY

Registered no.: 57739

LEI: 213800ZPHCBDDSQH5447

Ordinary Share ISIN: GG00BJoJVY01

Ordinary Share SEDOL: BJoJVY0

London Stock Exchange Ticker: NESF

www.nextenergysolarfund.com

### Directors

**Kevin Lyon**, Chairman

**Vic Holmes**, Senior Independent

Director

**Patrick Firth**

**Josephine Bush**

**Joanne Peacegood**

**Helen Mahy** (appointed 1 April 2023)

(All Non-Executive and Independent)

### Investment Manager

#### NextEnergy Capital IM Limited

PO Box 656

East Wing

Trafalgar Court

St Peter Port

Guernsey

GY1 3PP

### Investment Adviser

#### NextEnergy Capital Limited

75 Grosvenor Street

Mayfair

London W1K 3JS

### Asset Manager

#### WiseEnergy

75 Grosvenor Street

Mayfair

London W1K 3JS

### Company Secretary and

#### Administrator

#### Ocorian Administration (Guernsey)

Limited

Floor 2

Trafalgar Court

Les Banques

St Peter Port

Guernsey GY1 4LY

### Independent Auditor

#### KPMG Channel Islands Limited

Glategny Court

Glategny Esplanade

St Peter Port

Guernsey GY1 1WR

### Registrar

#### Link Market Services (Guernsey)

Limited

Mont Crevelt House

Bulwer Avenue

St Sampson

Guernsey GY2 4LH

### Legal Advisers

As to UK Law

#### Stephenson Harwood LLP

1 Finsbury Square

London EC2M 7SH

As to Guernsey Law

#### Carey Olsen (Guernsey) LLP

PO Box 98

Carey House

Les Banques

St Peter Port

Guernsey GY1 4BZ

### Sponsor and Joint Broker

#### Centkos Securities plc

6, 7, 8 Tokenhouse Yard

London EC2R 7AS

### Joint Broker

#### RBC Capital Markets Limited

100 Bishopsgate

London EC2N 4AA

### Media and Public Relations Adviser

#### Camarco

107 Cheapside

London EC2V 6DN

### The Maitland Consultancy Limited

(appointed June 2023)

3 Pancras Square

London N1C 4AG

### Principal Bankers

#### Barclays Bank plc

6/8 High Street

St Peter Port

Guernsey GY1 3BE

### Important Information

This Factsheet was approved for issue in accordance with section 21 of the Financial Services and Markets Act 2000 by NextEnergy Capital Limited, authorised and regulated by the Financial Conduct Authority (FCA). This document is not and should not be construed as an offer to sell or the solicitation of an offer to purchase or subscribe for any investment. The document is intended for information purposes only and does not constitute investment advice. It is important to remember that past performance is not a guide to future performance. Furthermore, the value of any investment or the income deriving from them may go down as well as up and you may not get back the full amount invested. The target dividends referred to in this document are targets only and not a profit forecast. There can be no assurance that these targets can be met.