

The Next Opportunity

NESF's Reset and Roadmap

Next Energy Solar Fund has launched a strategic reset and roadmap to close our share price discount and deliver total returns to shareholders once again.

This is a big opportunity as we position for growth.

How shareholders will benefit

The roadmap is targeting:

9 to 11%

total returns

75%

of operational cashflow (FY26/27) distributed in dividends (c.4.3p per ordinary share or a c.8% yield)

11

years of a cash-backed dividend

NEXTENERGY
SOLAR FUND

The reset

The reset, which sets the roadmap in motion, has two core pillars:

Dividend policy

We are changing how we distribute income from assets – shifting from a progressive dividend policy to 75% payout.

Asset rotation

The reset extends our capital recycling programme – we'll be selling more assets.

These actions free up capital for reinvestment.

The roadmap

With that capital, we will deliver on our new roadmap by:

Repowering our existing assets.

Investing in opportunities, particularly battery energy storage systems, which will increase to 30% of our portfolio.

Reducing debt comfortably below the Company's 50% limit – to 40-45% of gross asset value.

These actions reinvigorate NAV growth.

Why is this happening now?

For three years, our share prices have been selling at a discount for reasons outside our control, such as interest rates, capital outflows from the UK and policy uncertainty.

That discount is unjustified – our net asset value (NAV) has been underrated and our fundamentals are strong. Yet the discount has prevented us from raising capital for reinvestment. If we do nothing, our current model of paying shareholders high dividends will become unsustainable, and we will miss out on the big opportunity in UK solar and energy storage.

The window of opportunity

The UK Government is pushing for a three-fold increase in solar capacity and a four-fold increase in energy storage by 2030 to achieve its net zero and energy security goals. By acting quickly and confidently to unlock capital, we can not only reinvigorate NESF but access the immediate opportunity in UK solar and energy storage.

The Next Opportunity is now.