

GREENCOAT  
UK WIND



# AJ Bell Money Retirement Show

December 2024





- Launched in 2013
- The largest listed UK renewable investment trust
- UKW has a Net Asset Value of £3.6bn at 30 September 2024
- The 119th largest listed company in the UK<sup>2</sup>
- The largest non-utility owner of wind assets in the UK - 6.5% of all UK windfarms<sup>2</sup>
- Generates 2% of UK electricity<sup>2</sup>
- UKW has an 11-year track record of delivering:
  - A quarterly dividend increasing annually with inflation
  - Real capital preservation by investing excess cashflow

**UKW is the largest UK listed renewable investment trust**

<sup>1</sup>As at 30/9/24 <sup>2</sup>As at 31/12/23

Past performance is not a reliable indicator of future results.

# UKW: Addressing a Convergence of Needs



- Designed for investors
- Targeting long term growth and inflation protection
- Democratising wind farm ownership

- Addressing the need for asset recycling as market scales
- Allowing utilities to free-up capital to build new projects
- Creating the market for long term ownership, crowding in capital



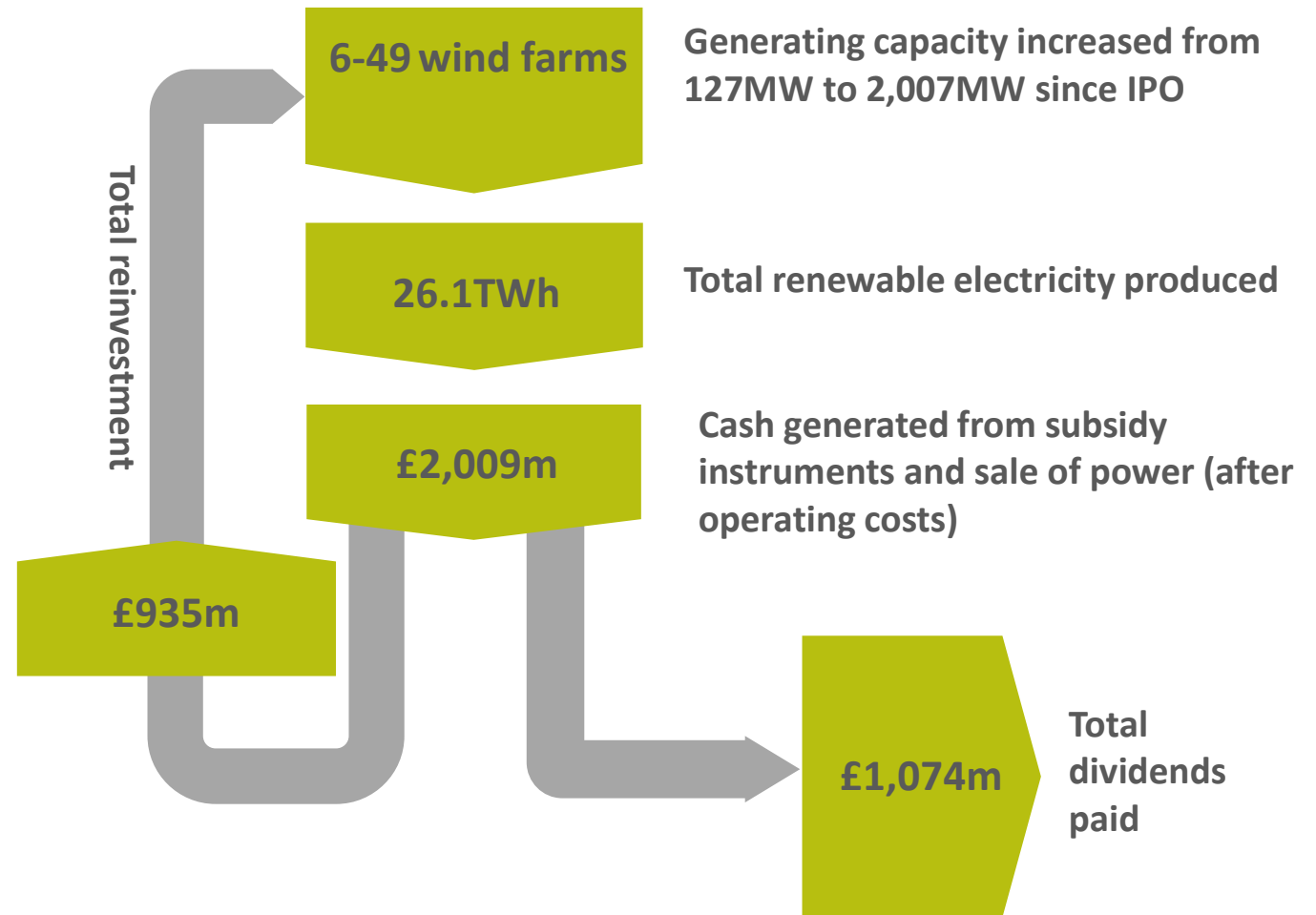
- Essential component on the path to Net Zero
  - Abating carbon emissions
- Providing clean, secure and affordable energy

**Designed for investors, fit for industry and society**

# A Simple Business Model



- Buy UK wind farms
- Generate electricity and subsidy instruments
- Sell power and subsidy instruments – strong inflation linkage
- Pay a progressive dividend - >£1bn to date
- Reinvest the rest (£935m)
- 11-year track record - protecting capital and income from inflation for 11 years

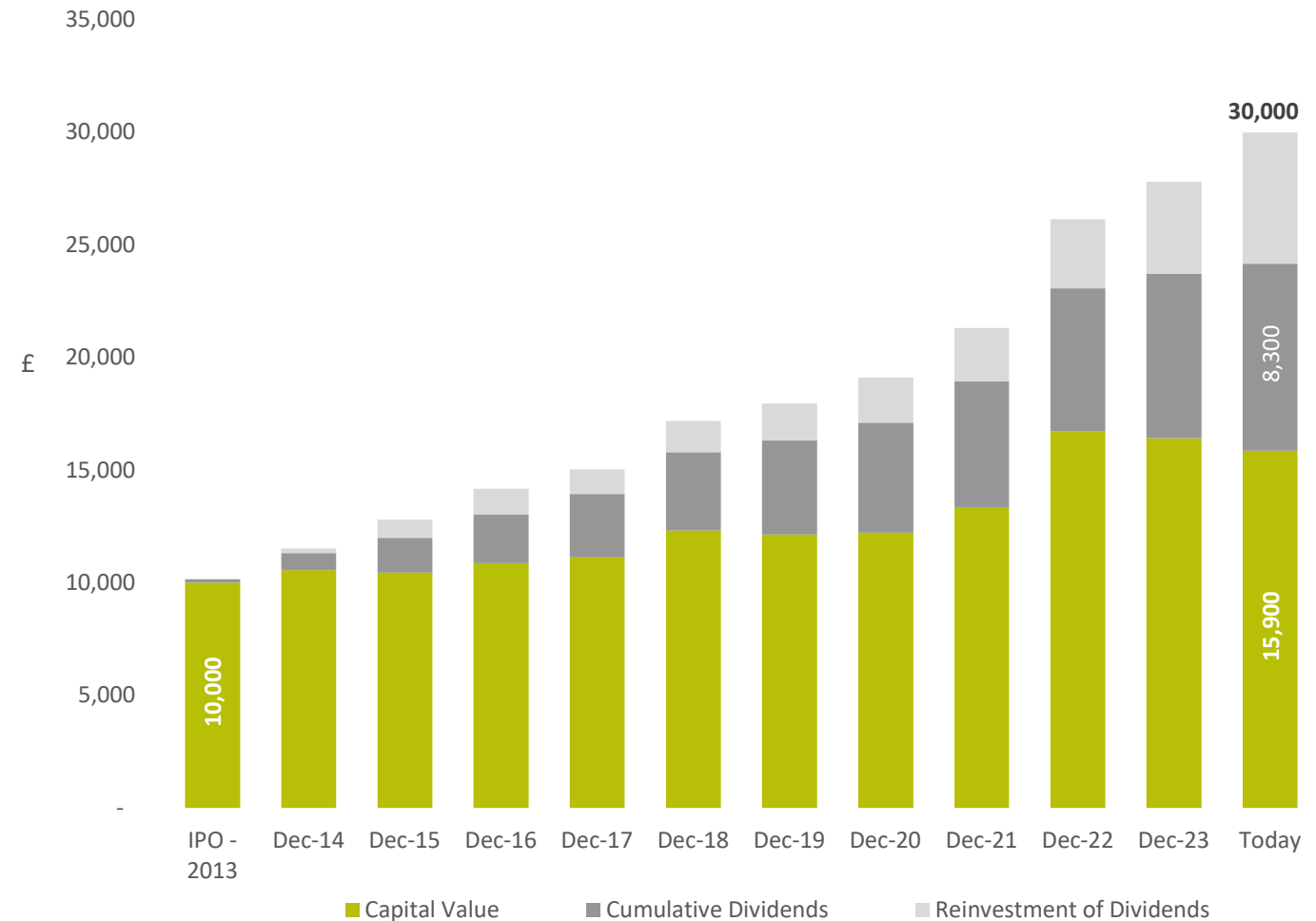


Targeting an annual dividend increasing with RPI inflation and real NAV preservation

# How has UKW Performed for Investors?



- Example – assume £10,000 invested at IPO in 2013
- Dividends of c.£8,300 received
- Current capital value (Net Asset Value) of c.£15,900
- Total value c.£24,200 or 2.4x the original investment
- If dividends were re-invested total value would be c.£30,000, or 3x the original investment



**3x return on investment since IPO**

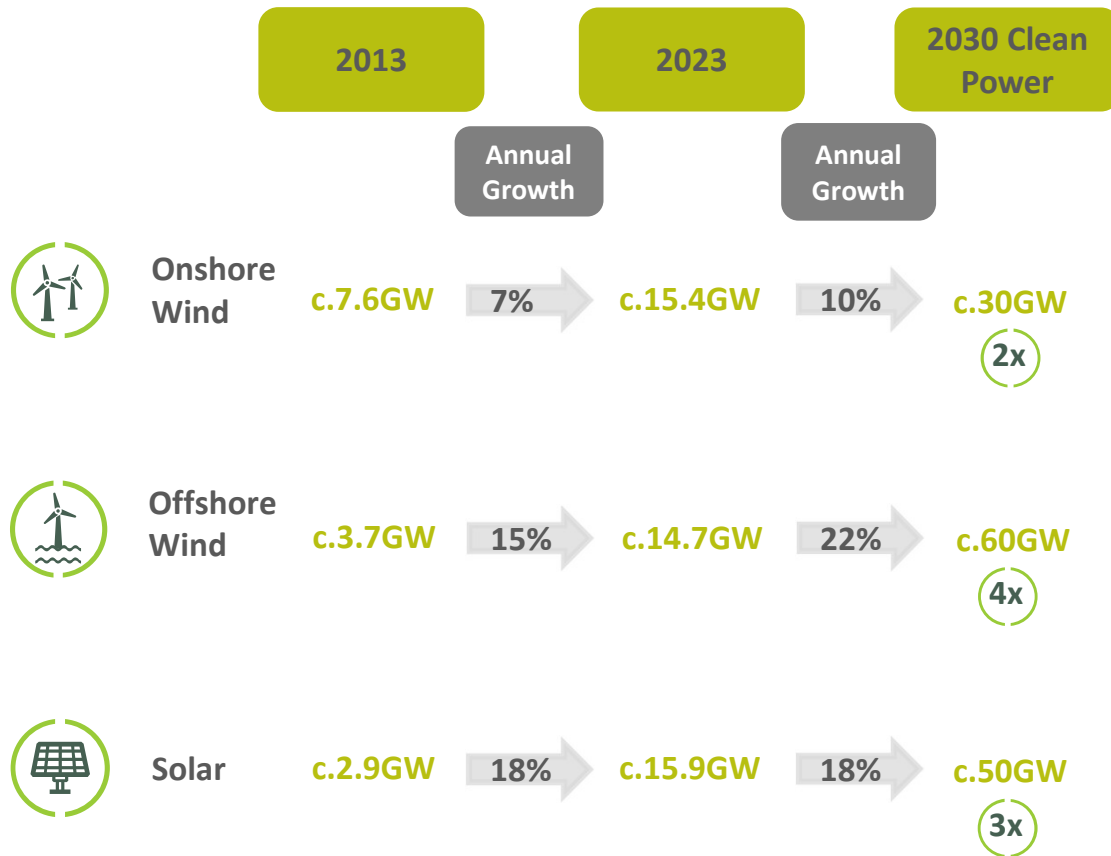
# Risks and valuation sensitivities



- Electricity prices and electricity demand
- Wind speeds and output
- Operational performance

Investment case robust to a range of scenarios

# Growth Opportunity in Expanding UKW Wind Market



Labour’s Clean Power 2030 mission is ambitious<sup>1</sup>:

- 2x onshore wind
- 3 x solar
- 4 x offshore wind

Immediate action towards the target

Significant investible market for UK wind – perhaps as much as £275bn

UKW well positioned to participate

**UKW is the leading non-utility investor in the rapidly growing UK wind market**

1. 2024 Labour Manifesto

Note: 2013 and 2023 installed capacity sourced from Department of Energy Security and Net Zero statistics

# Summary of UKW Investment Case



## Simple Business Model

### Buy and operate UK wind farms

49 assets, 6.5% of all UK wind capacity

### The first and best returning UK renewable investment trust

Generating income and preserving capital

### Dividends increased by (at least) RPI each year

Implied yield at current share price of c.8%<sup>1</sup>

## Returns and Track Record

### Real NAV preservation via reinvestment of excess cashflows

NAV growth since IPO of 60% versus RPI of 56%

### Over £1bn paid in dividends. £935m re-invested in the business

1.9x average dividend cover since IPO

## Vast Market Opportunity

### Wind generation is a vital part of UK Clean Power 2030 ambitions

### UK Wind market could grow in value 2-3x by 2030<sup>2</sup>

### UKW is well positioned to grow based on position, relationships and track record

**Resilient and delivering simple, low risk and proven strategy**

<sup>1</sup>As at 30 September 2024 <sup>2</sup>As per UKW H1 2024 Report

Note: As at 30 June 2024, unless otherwise stated. Past performance is not a reliable indicator of future results.



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