



US Solar Fund AGM Update

May 2022



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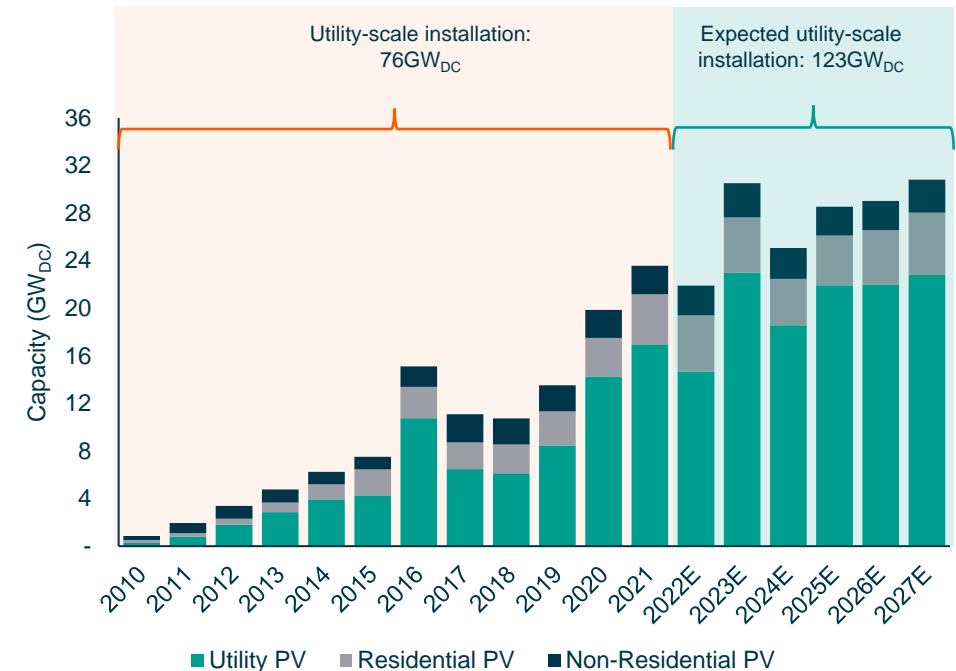
The Investment Opportunity

Invest in solar power and generate attractive risk-adjusted returns



- 1 Compelling asset class:** Solar power generation is a rapidly growing infrastructure investment opportunity in the US. At current prices, forecast build over the next six years requires over US\$123Bn of capital
- 2 Attractive risk adjusted returns:** 2022 target dividend of 5.58 US cents per Ordinary Share with growth potential, and net project-life equity IRR of >7.5% p.a. from a portfolio of utility-scale projects with long-term offtake contracts with strong counterparties
- 3 Uncorrelated, low volatility cashflows:** Stable US\$ project cashflows during the contracted term with a low correlation with the UK solar market and FTSE100
- 4 Experienced investment manager:** NESM manages two listed global solar power investment funds, US Solar Fund and New Energy Solar, which combined has committed approximately US\$1.3Bn to 57 acquired projects totaling 1.2 GW_{DC}

US Solar Market Growth



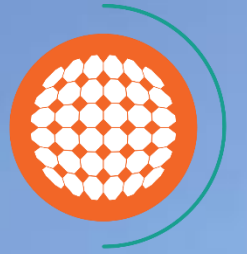
Overview



USF owns a 543MW_{DC} portfolio of high-quality, utility-scale solar projects which deliver strong, steady cashflows

- **Strong Steady Cash Flows** All assets have power purchase agreements (**PPAs**) for 100% of generation with investment-grade offtakers for a weighted average term remaining of 14.5 years¹. This structure provides investors with contracted cashflows that support dividend payments with the dividend remaining well-covered since the portfolio became fully operational
- **High Quality Operating Portfolio** The portfolio has been operating for more than a year now and performance in Q1 was 2.6% above budget, primarily due to better-than expected weather in California and Oregon
- **NAV Update** USF's unaudited NAV at 31 March 2022 was \$321.1 million or \$0.967 per ordinary share, a 0.9% decrease from the 31 December 2021 NAV, largely due to seasonality of lower production and associated cash flows over the winter months
- **US Market** The US solar market is vast and growing: Wood Mackenzie forecasts 123GW_{DC} of solar to be installed between 2022 and 2027 despite headwinds from supply chain and commodity prices². Solar is already the cheapest form of new build generation in the US and support for clean energy initiatives including extension and expansion of the subsidies for solar are expected to garner enough support to pass later this summer, providing even more tailwind
- **Portfolio Growth** The Board and the Investment Manager are conscious of the need to grow the Company. Market conditions over 2021 and 2022 have proved challenging and continued softness in US electricity prices has offset the NAV uplifts from USF's model of bringing construction ready projects into operations. The Board and Investment Manager are evaluating a range of strategic options to deliver shareholder value from USF's high-quality portfolio and will update shareholders in due course





USF Portfolio Summary



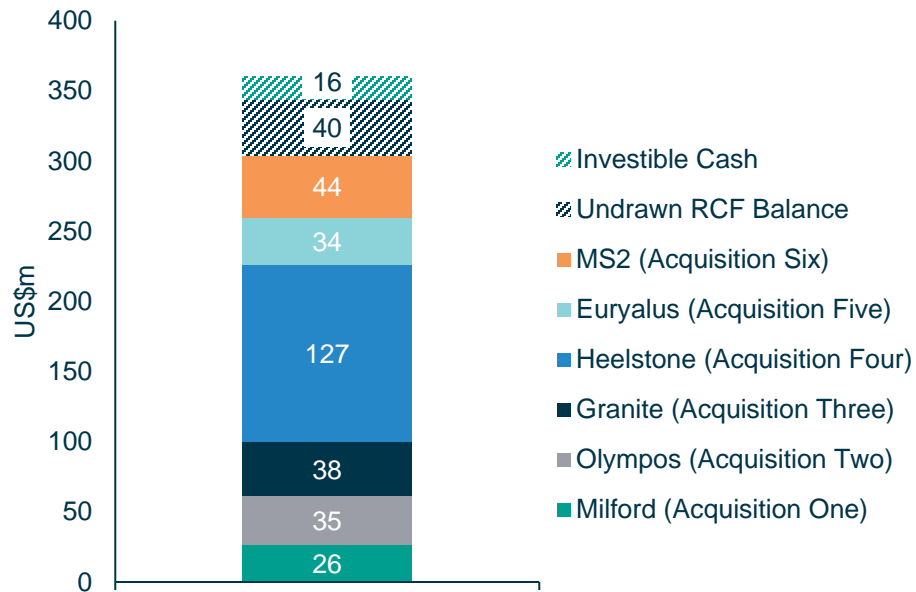
Chiloquin 14.0MW_{DC}

Portfolio Progress

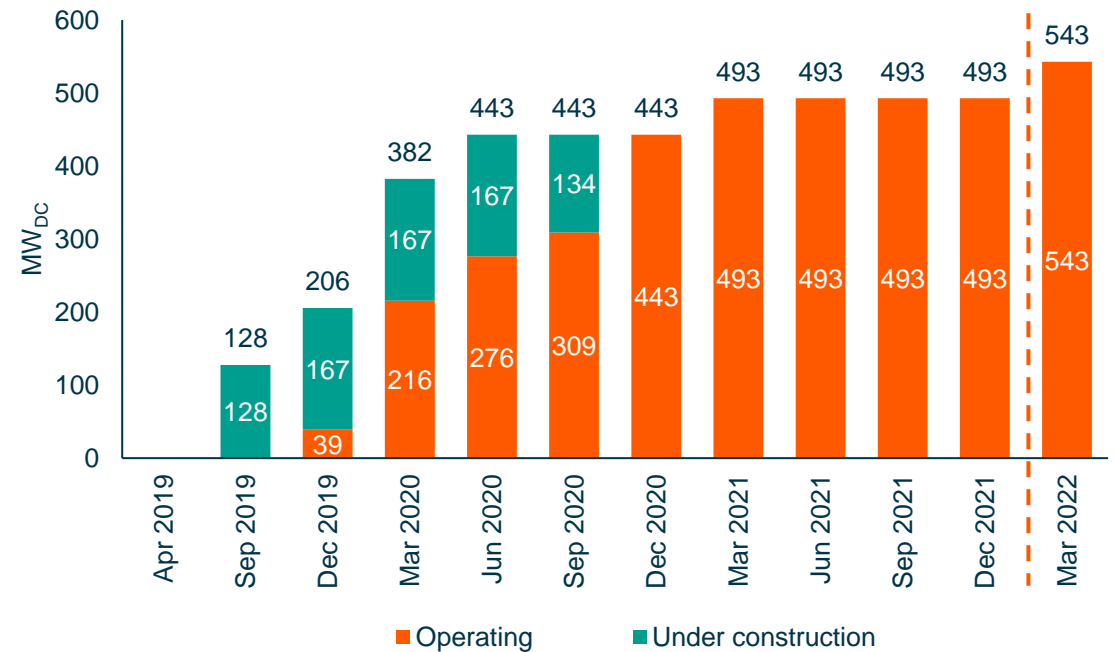
USF has invested and committed \$304 million to 42 projects totaling 543 MW_{DC}



USF Net Equity Invested by Acquisition¹



USF Portfolio by Stage²

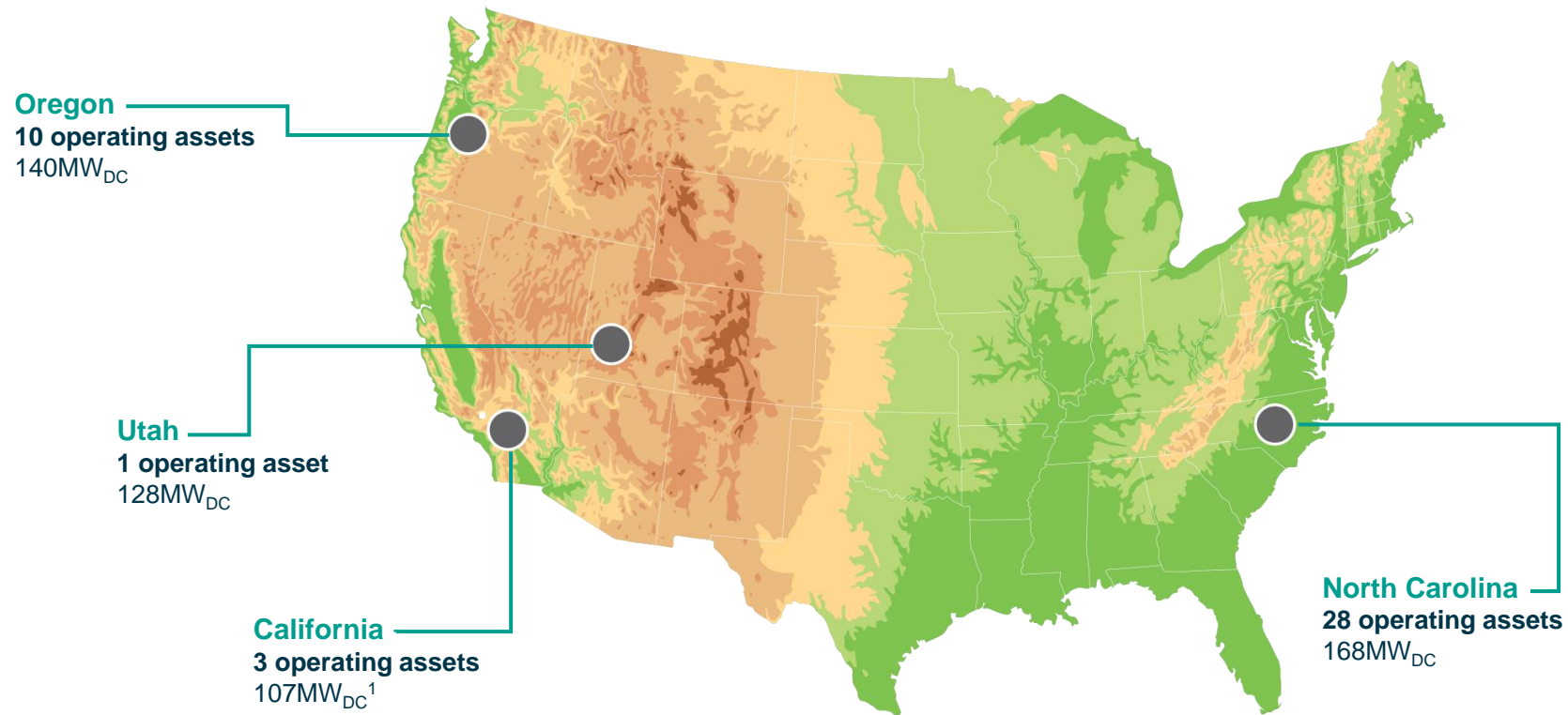


Notes: 1. As of 31 December 2021 and includes T2 MS2 2. June 2020 operational figure includes Acquisition Five assets which were all mechanically complete by June 2020.

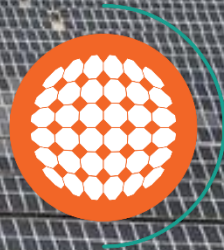
Portfolio Diversification



USF's portfolio consists of 42 solar assets totaling 543MW_{DC}



Notes: 1. Subject to close of Tranche Two of MS2 which has received regulatory approval



USF and Electricity Prices

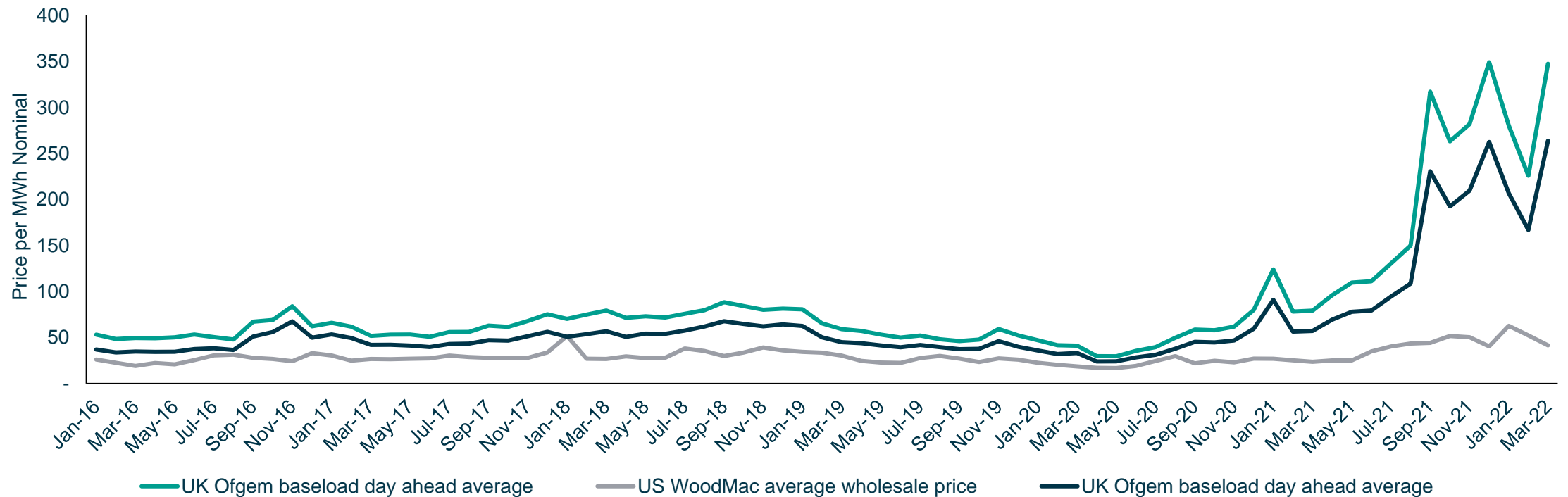
West Hines 15.3MW_{DC}

UK v US Wholesale Electricity Markets



The US has abundant domestic natural gas, which has historically kept gas and electricity prices lower and less volatile than the UK market

US¹ and UK² Wholesale Electricity Pricing 2016-2021 YTD



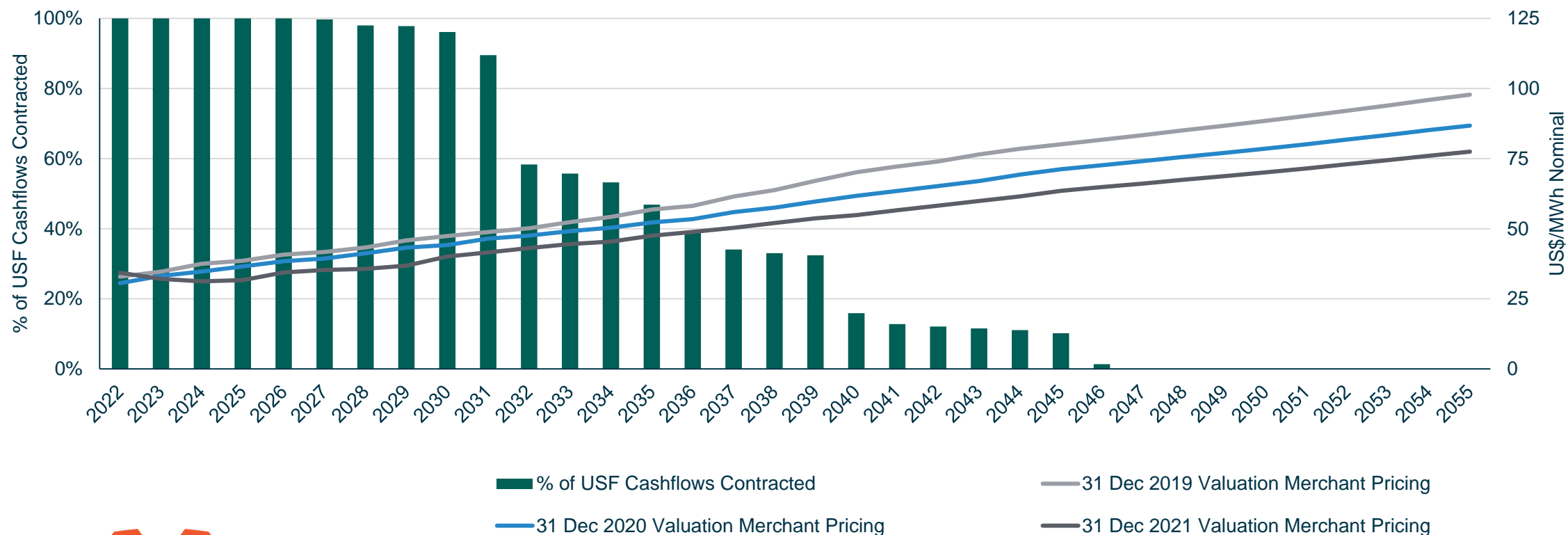
Source: 1. Wood Mackenzie average of US wholesale prices.; 2. Ofgem wholesale baseload day ahead converted at average spot FX; 3. Volatility is calculated as the average of absolute movement in price in each month compared to the same month in the previous year. UK volatility uses the GBP price. Based on latest available data as at 30 September 2021

US Wholesale Price Forecast Evolution



Despite strength in near-term US electricity prices, long-term forecasts have remained soft, impacting the expected revenues after USF's average PPA term of over 14 years

Merchant Electricity Power Price Forecast (Capacity Weighted)



Notes: The two most recent electricity price forecast released from two leading independent power price forecasting firms as at valuation date are used for the valuation merchant pricing curves (average of four curves in total) with the exception of the 30 June 2019 curve. Only one curve was available from one of the providers, hence a composite of 4 curves is used, but with one curve representing two of the data sets in the composite.

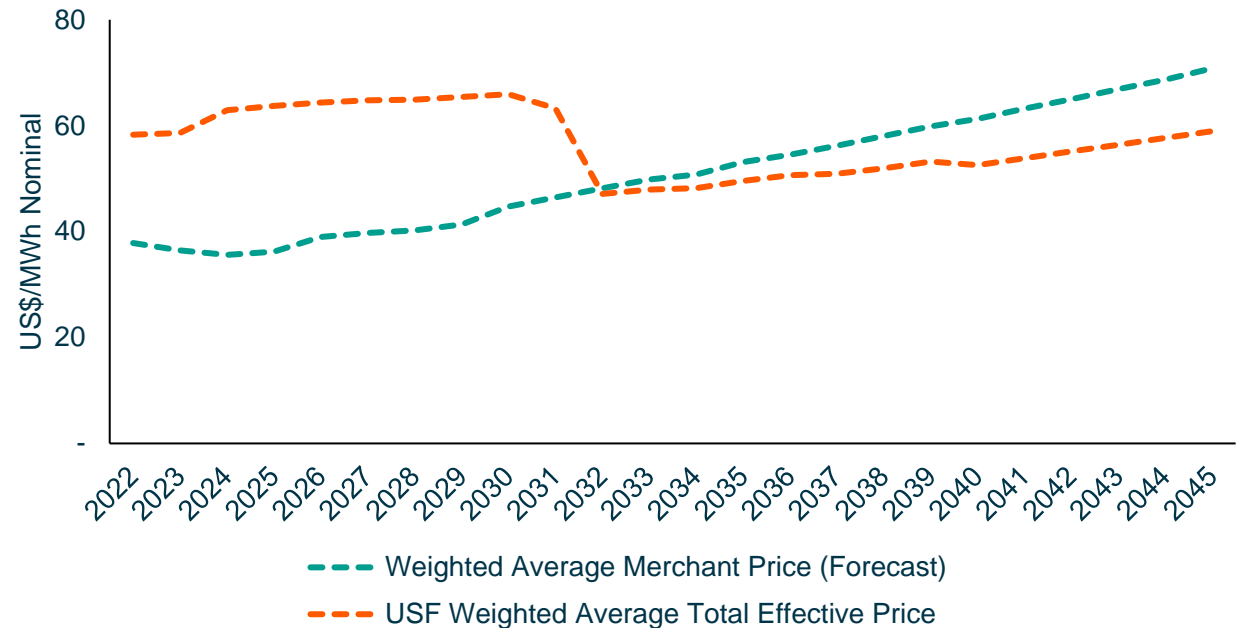
USF PPAs and Electricity Pricing



USF's long-term PPAs mitigate the impact of electricity price forecast fluctuations

- During the PPA term, the contracted price does not change as a result of movements in short-term electricity prices
- In order to estimate post-PPA revenues, the manager obtains long-term electricity price forecasts every six months from two leading independent power price forecasting firms for each jurisdiction in which Solar Assets are located
- The most recent two electricity price forecasts from each firm are averaged and provided to the independent valuer to project the prices at which existing PPAs will be re-contracted
- The independent valuer assesses these forecast prices for reasonableness against their own internal forecasts and others in the marketplace

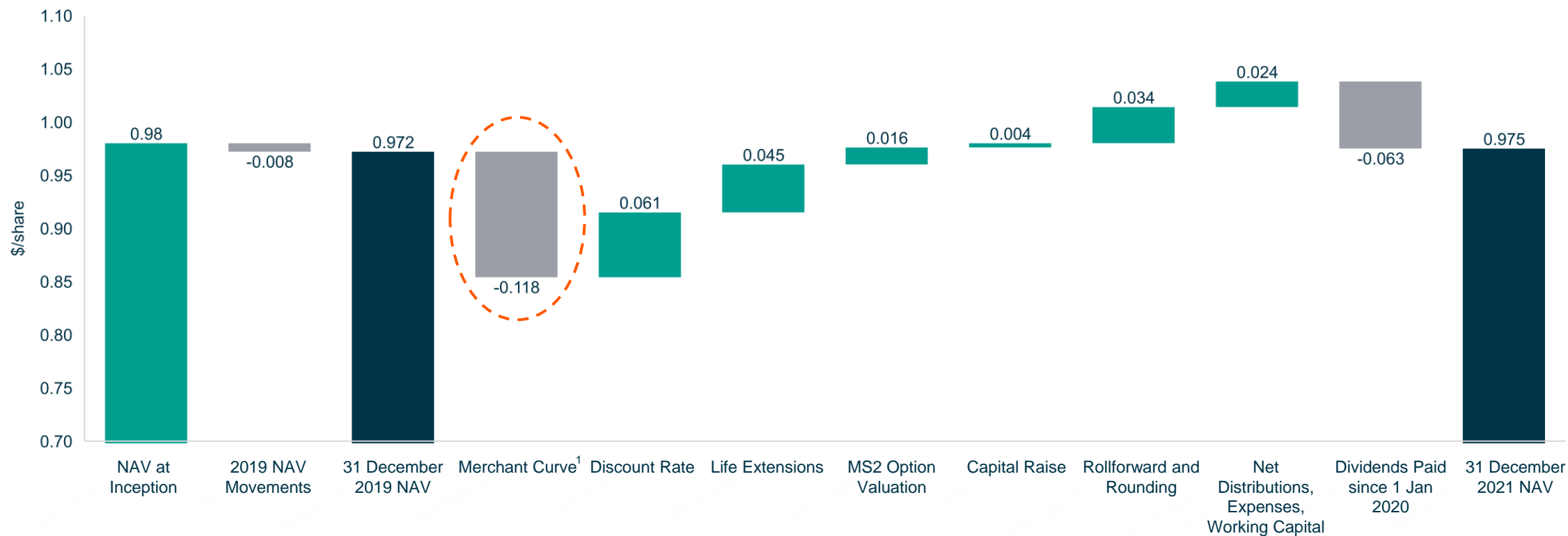
Portfolio Weighted Average Electricity Pricing – PPA vs Merchant



USF NAV since inception



Softer forecast long-term electricity prices have offset positive NAV movements



Source: USF Annual Reports

1. "Merchant Curve" captures the impact of electricity forecasts on USF project cashflows after the PPA period. This is one component of USF's fair value calculation for operational Solar Assets which is derived from a discounted cash flow (DCF) methodology.

Conclusion



USF has assembled a high quality portfolio, and the Board and Investment Manager are committed to delivering value for shareholders

- **Well-established investor, owner and operator of solar projects in the US**, the second largest electricity market in the world, with strong and growing demand for renewables
- **High-quality diversified portfolio of solar projects** with 42 cashflow-generating solar assets in four US states, totaling 543MW_{DC}.
- **Steady cashflows and uncorrelated returns** USF's PPAs are for 100% of the electricity produced for the duration of the contract with weighted average investment-grade PPA tenor of 14.5 years¹; counterparties are investment grade (S&P rated BBB to A). This structure provides investors with steady income supporting dividend payments
- **Large and growing market** Wood Mackenzie forecasts 123GW_{DC} of solar to be installed between 2022 and 2027 despite headwinds from supply chain and commodity prices
- **Portfolio Growth** The Board and the Investment Manager are conscious of the need to grow the Company. Market conditions over 2021 and 2022 have proved challenging and continued softness in US electricity prices has offset the NAV uplifts that have resulted from USF's model of bringing construction ready projects into operations. The Board and Investment Manager are evaluating a range of strategic options to deliver shareholder value from USF's high-quality portfolio and will update shareholders in due course.



Appendix



Suntex 15.3MW_{DC}

Board



A diverse Board with deep relevant experience in investment trusts, infrastructure, energy, capital markets, and listed businesses

Gillian Nott
Chair



- Highly experienced chairman and non-executive director of financial service companies, with a previous career in the energy industry.
- Previously a non-executive director of the Financial Services Authority from 1998 until 2004, and non-executive director or Chairman of a number of venture capital trusts and investment trusts.
- Held numerous other Board and executive roles, including being a non-executive director of Liverpool Victoria Friendly Society, Deputy Chairman of the Association of Investment Companies, and CEO of ProShare.
- Currently Chairman of Premier Miton Global Renewables Trust plc, PMGR Securities 2025 plc and Gresham House Renewable Energy Venture Capital Trust 1 plc.

Jamie Richards
Non-Executive Director



- Chartered accountant with 25 years' experience in fund management, banking and corporate recovery with a focus on the infrastructure and solar sector.
- Previously a Partner, Executive Committee member and Head of Infrastructure at Foresight Group, including leading Foresight's solar business.
- Held other previous roles at PwC, Citibank and Macquarie, both in London and Sydney.
- Currently non-executive director and chair of the Remuneration Committee of Smart Metering Systems plc, a carbon reduction infrastructure company, and alternative Chairman of the Investment Committee of Community Owned Renewable Energy LLP, an investment programme targeting ground based solar farms in the UK.

Rachael Nutter
Non-Executive Director



- Over 20 years in the energy sector and the last 15 years in the renewable and clean energy sector.
- Director for Project Development at ClimateCare, a leading player in the carbon markets.
- Previous roles at Shell in Nature Based Solutions business development, global solar business development and leading the development of the solar entry strategy for the company, and other roles at CT Investment Partners, Carbon Trust and PA Consulting Group.
- Board member of the Energy Technologies Institute, a UK public-private partnership to accelerate the commercialisation of low carbon technologies.

Thomas Plagemann
Non-Executive Director



- Almost 30 years of experience originating and executing financings and investments in energy and infrastructure assets.
- Has been involved with projects valued in excess of \$30 billion and has completed transactions across the balance sheet from debt to equity.
- Chief financial officer for PosiGen Inc., a New Orleans based residential solar and energy efficiency company.
- Previous roles at Vivint Solar, Santander Global Banking & Markets, First Solar, AIG FP, GE Capital and Deutsche Bank.
- Served on the board of the Solar Energy Industry Association (SEIA) from 2013 to 2020 and as the Chair of SEIA's State Policy committee from 2016 to 2020 and has rejoined the SEIA board in 2022 as an elected director.



Investment Management Team



A dedicated investment management team of more than 20 people – over half based in the US

Senior Management Team

Liam Thomas
Chief Executive Officer



- Over 17 years experience in energy, infrastructure, mining, and agribusiness
- Previous roles with Origin Energy, Aurizon, Orica and AWB

Adam Haughton
Chief Investment Officer



- Over 15 years experience in renewable energy
- Previous roles with Greentech Capital, Bank of America Merrill Lynch, and SunEdison

Warwick Keneally
Chief Financial Officer



- Over 18 years experience in funds management, corporate finance, and restructuring
- Previous roles with McGrathNicol and KPMG

Scott Francis
Head of Asset Management



- Over 15 years experience in Energy, Infrastructure and asset management.
- Previous roles with Apex Clean Energy and Dominion Energy.

Whitney Voûte
Head of Investor Relations - USF



- 12 years experience in private equity investor relations and capital raising
- Previous roles with Cordish Dixon, White Deer Energy, and MVision Private Equity Advisors

Diversified Asset Portfolio (1/2)



Asset	Capacity (MW _{DC})	Location	Acquisition Tranche	Acquisition Date	Energy Offtaker ¹	Offtaker Credit Rating	Remaining PPA Length (Years)	COD ²
Milford	127.8	Utah	One	Aug 19	PacifiCorp	S&P: A	23.7	Nov 20
Mount Signal 2	99.8 ³	California	Six	Mar 21	Southern California Edison	S&P: BBB	18.2	Jan 20
Suntex	15.3	Oregon	Five	Jun 20	Portland General Electric	S&P: BBB+	9.3	Jul 20
West Hines	15.3	Oregon	Five	Jun 20	Portland General Electric	S&P: BBB+	9.3	Jun 20
Alkali	15.1	Oregon	Five	Jun 20	Portland General Electric	S&P: BBB+	9.4	Jun 20
Rock Garden	14.9	Oregon	Five	Jun 20	Portland General Electric	S&P: BBB+	9.4	Jun 20
Chiloquin	14.0	Oregon	Four	Mar 20	PacifiCorp	S&P: A	9.7	Jan 18
Dairy	14.0	Oregon	Four	Mar 20	PacifiCorp	S&P: A	9.6	Mar 18
Tumbleweed	14.0	Oregon	Four	Mar 20	PacifiCorp	S&P: A	9.7	Dec 17
Lakeview	13.7	Oregon	Four	Mar 20	PacifiCorp	S&P: A	9.6	Dec 17
Turkey Hill	13.2	Oregon	Four	Mar 20	PacifiCorp	S&P: A	9.6	Dec 17
Merrill	10.5	Oregon	Four	Mar 20	PacifiCorp	S&P: A	9.6	Jan 18
Lane II	7.5	North Carolina	Two	Dec 19	Duke Energy Progress	S&P: BBB+	11.4	Jul 20
Pilot Mountain	7.5	North Carolina	Two	Dec 19	Duke Energy Carolinas	S&P: BBB+	11.4	Sep 20
Davis Lane	7.0	North Carolina	Four	Mar 20	Virginia Electric & Power	S&P: BBB+	10.8	Dec 17
Gauss	7.0	North Carolina	Four	Mar 20	Virginia Electric & Power	S&P: BBB+	11.4	Oct 18
Jersey	7.0	North Carolina	Four	Mar 20	North Carolina Electric	S&P: A-	5.7	Dec 17
Sonne Two	7.0	North Carolina	Four	Mar 20	Duke Energy Carolinas	S&P: BBB+	9.4	Dec 16
Red Oak	6.9	North Carolina	Four	Mar 20	Duke Energy Progress	S&P: BBB+	9.7	Dec 16
Schell	6.9	North Carolina	Four	Mar 20	Virginia Electric & Power	S&P: BBB+	9.7	Dec 16
Siler 421	6.9	North Carolina	Four	Mar 20	Duke Energy Progress	S&P: BBB+	9.4	Dec 16

Notes: 1. Duke Energy Carolinas, Duke Energy Progress and Progress Energy are subsidiaries of Duke Energy Corporation and are separate legal entities which are liable to meet their own financial obligations and as such are subject to separate credit ratings. 2. Commercial Operation Date 3. Represents 50% interest

Diversified Asset Portfolio (2/2)



Asset	Capacity (MW _{DC})	Location	Acquisition Tranche	Acquisition Date	Energy Offtaker ¹	Offtaker Credit Rating	Remaining PPA Length (Years)	COD ²
Cotten	6.8	North Carolina	Four	Mar 20	Duke Energy Progress	S&P: BBB+	9.6	Nov 16
Tiburon	6.7	North Carolina	Four	Mar 20	Duke Energy Carolinas	S&P: BBB+	9.4	Dec 16
Monroe Moore	6.6	North Carolina	Four	Mar 20	Duke Energy Carolinas	S&P: BBB+	9.4	Dec 16
Four Oaks	6.5	North Carolina	Three	Dec 19	Duke Energy Progress	S&P: BBB+	8.6	Oct 15
Princeton	6.5	North Carolina	Three	Dec 19	Duke Energy Progress	S&P: BBB+	8.5	Oct 15
Tate	6.5	North Carolina	Two	Dec 19	Duke Energy Progress	S&P: BBB+	11.4	Aug 20
Freemont	6.4	North Carolina	Four	Mar 20	Duke Energy Carolinas	S&P: BBB+	9.4	Dec 16
Mariposa	6.4	North Carolina	Four	Mar 20	Duke Energy Carolinas	S&P: BBB+	9.5	Sep 16
S. Robeson	6.3	North Carolina	Three	Jan 20	Progress Energy	S&P: BBB+	5.3	Jul 12
Sarah	6.3	North Carolina	Three	Dec 19	Duke Energy Progress	S&P: BBB+	8.2	Jun 15
Nitro	6.2	North Carolina	Three	Dec 19	Duke Energy Progress	S&P: BBB+	7.7	Jul 15
Sedberry	6.2	North Carolina	Four	Mar 20	Duke Energy Progress	S&P: BBB+	9.4	Dec 16
Willard	6.0	North Carolina	Two	Dec 19	Duke Energy Progress	S&P: BBB+	11.4	Oct 20
Benson	5.7	North Carolina	Two	Dec 19	Duke Energy Progress	S&P: BBB+	11.4	Aug 20
Eagle Solar	5.6	North Carolina	Two	Dec 19	Duke Energy Progress	S&P: BBB+	11.4	Aug 20
Granger	3.9	California	Four	Mar 20	San Diego Gas & Electric	S&P: BBB+	14.5	Sep 16
Valley Center	3.0	California	Four	Mar 20	San Diego Gas & Electric	S&P: BBB+	14.7	Dec 16
County Home	2.6	North Carolina	Four	Mar 20	Duke Energy Carolinas	S&P: BBB+	9.4	Sep 16
Progress 1	2.5	North Carolina	Three	Jan 20	Progress Energy	S&P: BBB+	10.0	Apr 12
Progress 2	2.5	North Carolina	Three	Jan 20	Progress Energy	S&P: BBB+	5.8	Apr 13
Faison	2.3	North Carolina	Three	Dec 19	Duke Energy Progress	S&P: BBB+	8.0	Jun 15
Portfolio Total	542.8						14.5³	

Notes: 1. Duke Energy Carolinas, Duke Energy Progress and Progress Energy are subsidiaries of Duke Energy Corporation and are separate legal entities which are liable to meet their own financial obligations and as such are subject to separate credit ratings. 2. Commercial Operation Date 3. Capacity-weighted average remaining PPA term as at 31 March 2022

US Solar Market Forecasts



Utility-scale solar PV installation forecasts remains robust despite supply chain uncertainties and volatile commodity prices

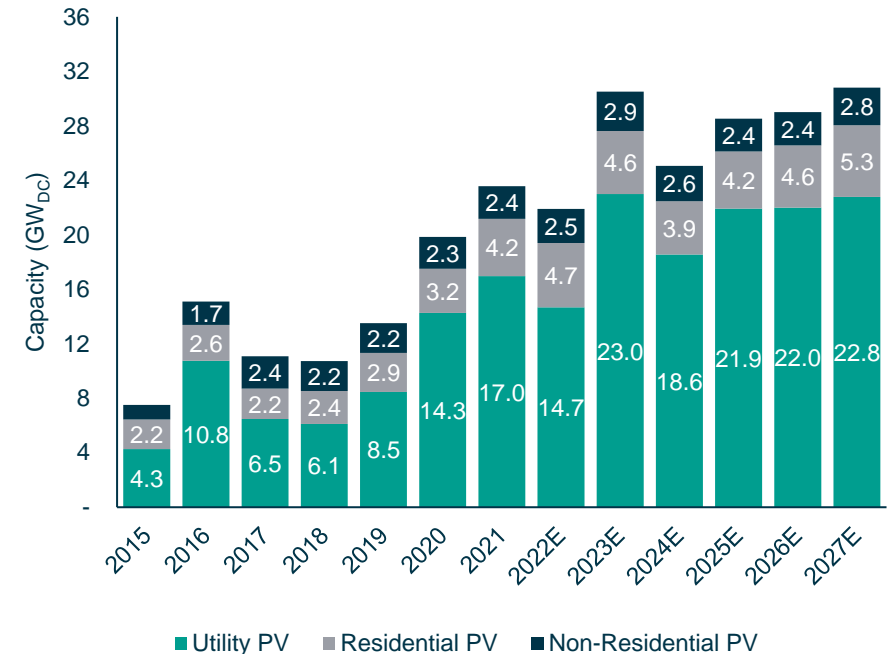
US SOLAR MARKET ACTIVITY¹

- The US solar industry had another record-setting year in 2021, with 23.6GW_{DC} of capacity installed
- Solar PV accounted for 46% of all new electricity generating capacity additions in 2021
- The US Utility-scale solar market experienced its biggest year yet, with almost 17GW_{DC} installed, more than double the utility solar installations from just two years prior
- Approximately 4.6GW_{DC} of new contracts were signed in Q4 2021, pushing the total contracted pipeline to 80.2GW_{DC}

GROWTH OF THE US SOLAR MARKET

- Under the current policy environment, utility solar will continue to grow in the double digits, adding a total of 123GW_{DC} by 2027 and 244GW_{DC} by 2032
- If federal clean energy incentives are passed, including the proposed extensions and modifications to tax credits, the utility solar industry is forecasted to install an additional 210GW_{DC} by 2032 for a total of 454GW_{DC} between 2022 and 2032

US solar market installation projections



US Solar Market Tailwinds



The US solar market may also see tailwinds from government and corporate support

- ✓ The US is the second largest electricity market in the world and the Biden Administration has set a goal of making the US power grid run on 100% clean energy by 2035
- ✓ The US Department of Energy sees solar as a critical component of the country's clean energy shift – with estimates suggesting solar could reach 40% of US electricity generation by 2035
- ✓ Battery storage would be critical for the energy transition in order to address intermittency issues and assets like USF's which connect to the power grid, present opportunities to add battery storage
 - ✓ According to Wood Mackenzie, by 2026, the US annual energy storage market is expected to surpass 38.2GWh in annual installations (compared to 10.6GWh installed in 2021).
- ✓ Democrat and Republican administrations alike have enthusiastically backed clean, cheap and job-supporting solar energy
 - ✓ Lawmakers have consistently expressed support for renewable energy and are crafting a bipartisan package that may include extension and expansion of the solar subsidy
- ✓ Political and cultural shifts are driving demand from corporates as well, further supporting the growth of solar
 - ✓ In 2021, corporations bought a record 31.1 gigawatts of clean energy, up nearly 24% from the 2020, with 65% of the PPAs coming from the US

