



ANNUAL RESULTS FOR THE YEAR ENDED 30 JUNE 2021



KEY PRESENTATION SECTIONS

1. Summary of the year
2. Earnings and valuation
3. Future plans





INTRODUCTION TO BLUEFIELD SOLAR

Lower risk renewable technologies
with high predictability and
visibility of earnings

Focus on solar (not less than 75%)
with balance into complementary
technologies (wind and storage)

Active management to protect and
enhance returns

PERIOD HIGHLIGHTS¹

- 8.00pps share dividend and 115.8pps NAV
- Acquisition of 134MWp ROC supported ground mounted PV plants
- Planning consent achieved on 50MWp subsidy free plant and over 700MWp being developed
- Materiality Assessment completed to address key ESG issues
- Shareholder approval to invest in wind and storage resulting in a wind and storage acquisition post period.

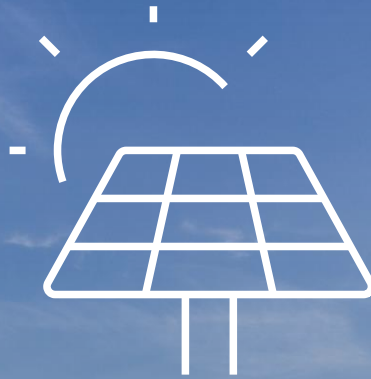


OPERATIONAL HIGHLIGHTS



-0.8%

IRRADIATION



-1.1%

GENERATION



+2.8%

REVENUES

ANNUAL RESULTS HIGHLIGHTS

EXCELLENT PERFORMANCE IN THE FINANCIAL YEAR ¹

	FY 2020/21 Pence per share	FY 2019/20 Pence per share	FY 2018/19 Pence per share
Total underlying earnings	11.34	12.03	11.01
Debt amortisation	(2.17)	(2.50)	(2.40)
Reserves brought forward	2.23	0.60	0.30
Total funds available for distribution	11.09	10.13	8.91
Dividend distribution ²	(8.00)	(7.90)	(8.31)
Reserves carried forward ³	2.67	2.23	0.60
Net asset value per share	115.8	117.0	118.0

ANNUAL HIGHLIGHTS

ENVIRONMENTALLY & SOCIALLY CONSCIOUS COMPANY

545 GWh 187,000

OF RENEWABLE ENERGY GENERATED
DURING THE FINANCIAL YEAR

HOUSES POWERED WITH
RENEWABLE ENERGY FOR A YEAR

127,000 151,000

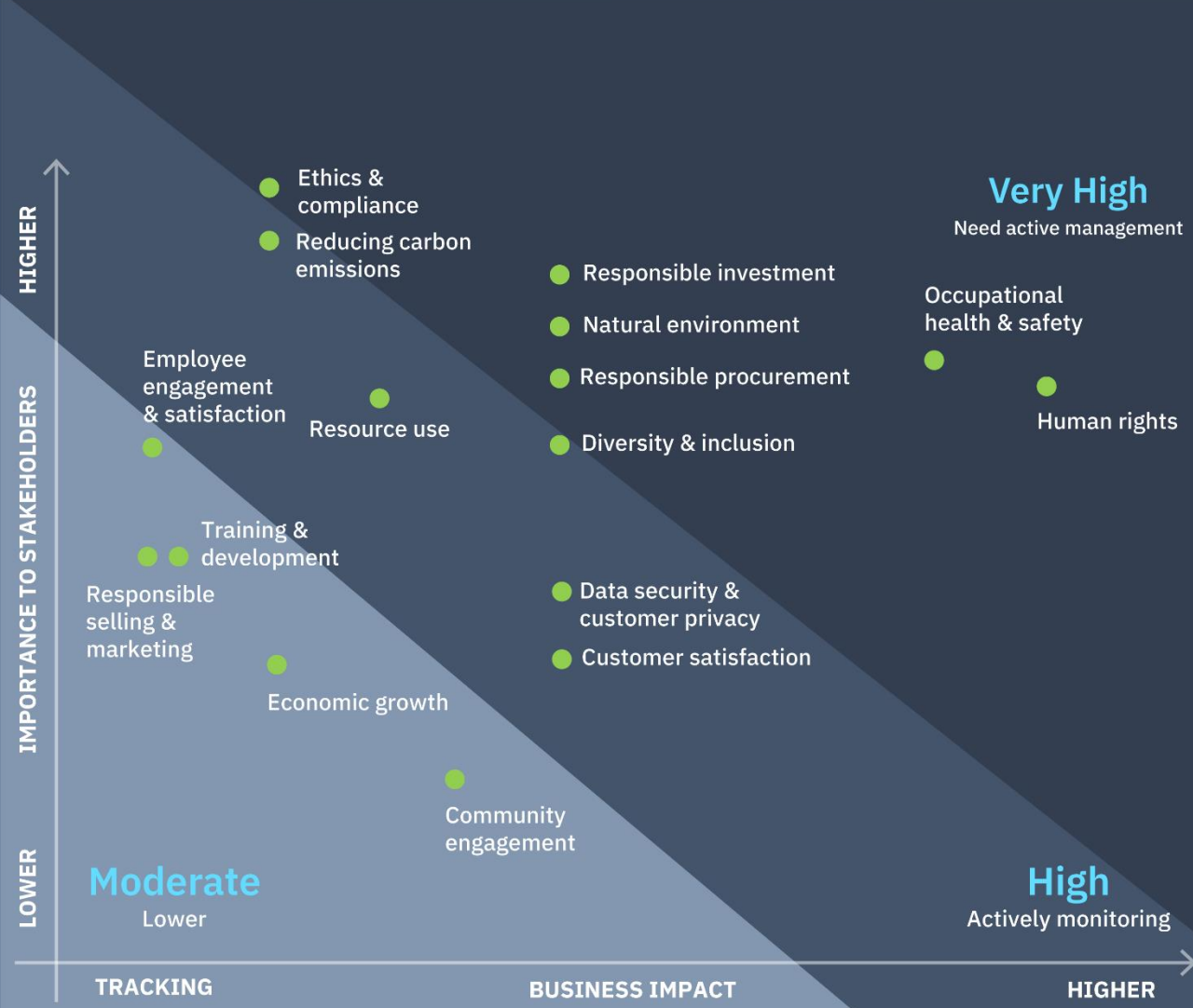
TONNES OF CO₂e SAVINGS ACHIEVED

GBP PAID TO COMMUNITY
BENEFIT SCHEMES

ANNUAL HIGHLIGHTS

INFORMING BSIF'S ESG STRATEGY

MATERIALITY MATRIX



PURPOSE

To identify ESG topics material to the Company.

METHODOLOGY

Results from a Business Impact Assessment (BIA) were combined with qualitative analysis from stakeholder feedback to map materiality topics onto a matrix, based on an aggregated score.

RESULTS

In total, 16 material topics were identified. These were sub-divided into three categories of importance.

NEXT STEPS

The materiality assessment will inform the Company's ESG strategy, which will be developed over the coming year.

PORTFOLIO ACQUISITIONS

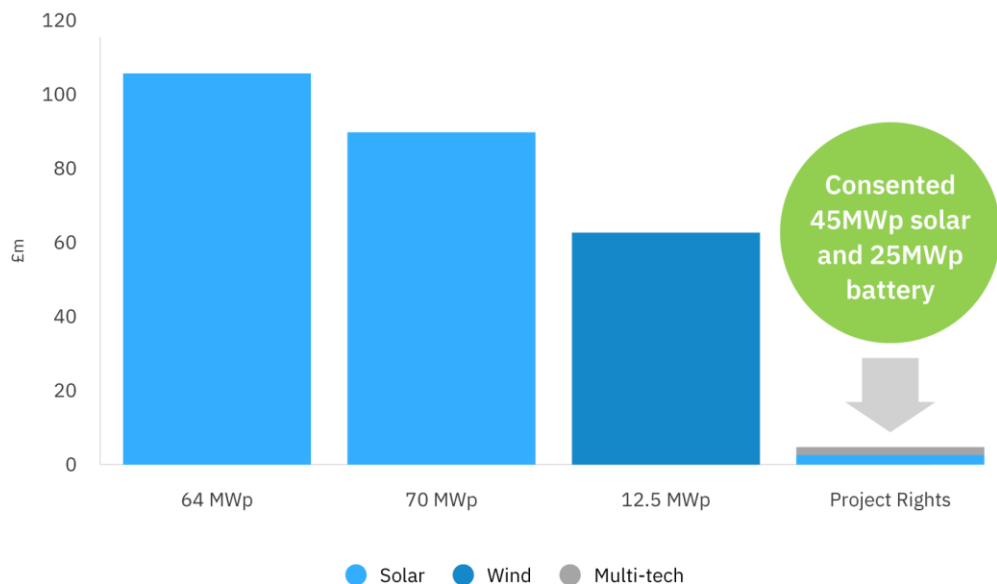
COMBINED IMPACT ON EVOLVING BSIF PORTFOLIO

EXECUTION OF INVESTMENT STRATEGY

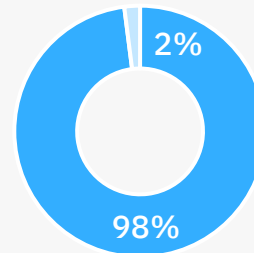
Acquisitions in period mirror Shareholder approval to invest up to 25% of GAV in wind and storage

ENHANCING REGULATED REVENUES

Investment of £195m into subsidised solar (avg 1.6 ROCs) + £63m into FiT accredited wind drive fixed revenues to 68%* over subsidy life

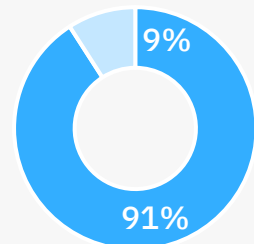


TOTAL CAPACITY*



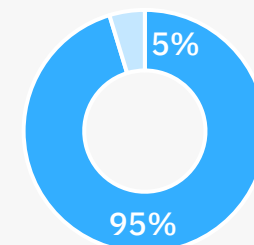
■ Solar ■ Wind

REVENUE OVER SUBSIDY LIFE*



■ Solar ■ Wind

PORTFOLIO GENERATION*



■ Solar ■ Wind

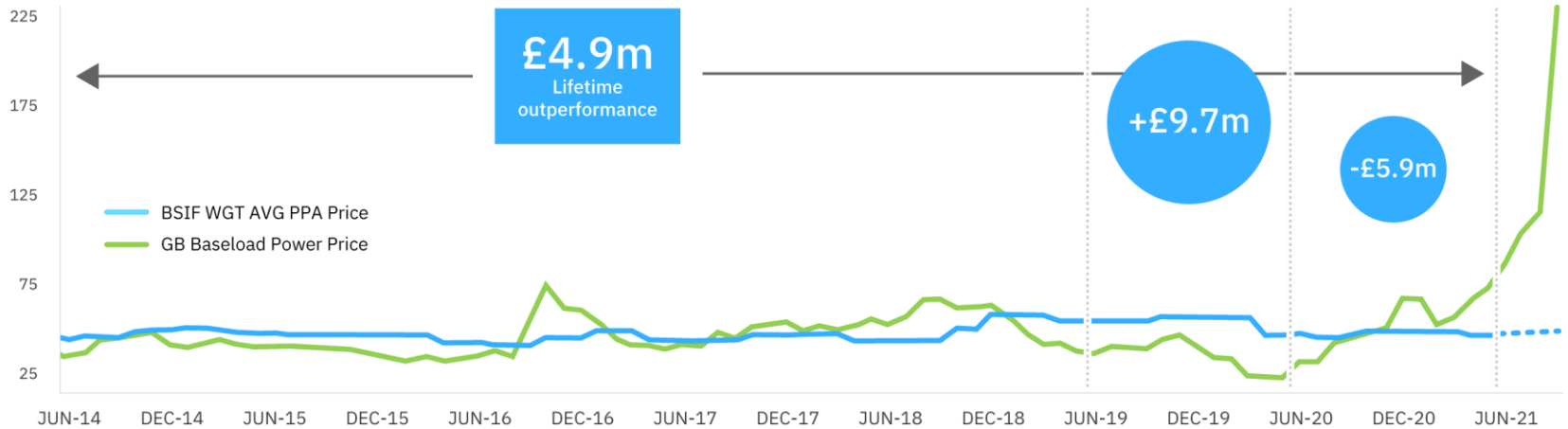
EARNINGS & VALUATION



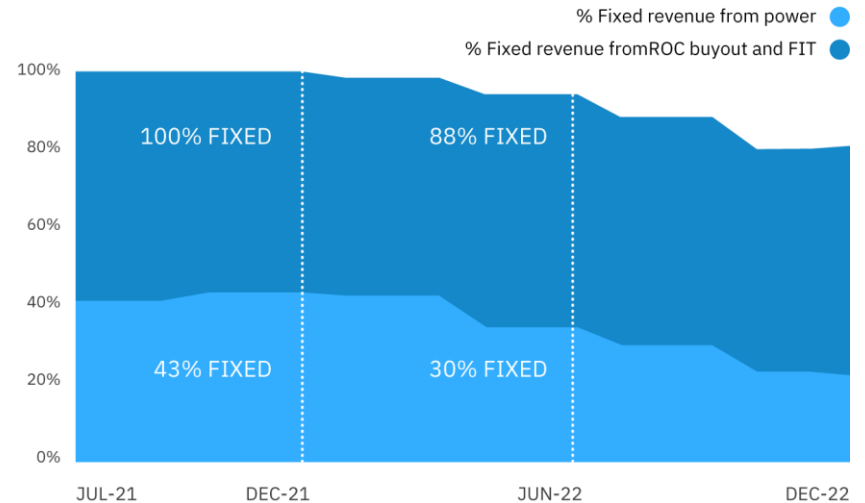
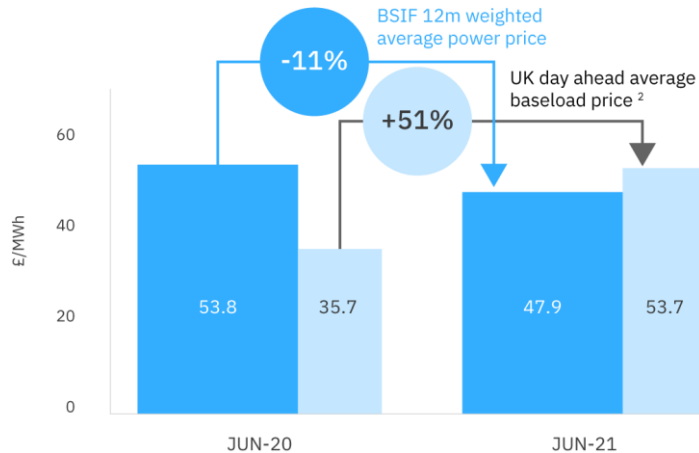
POWER PRICE FIXES PROTECTED AGAINST MARKET VOLATILITY

POWER PRICE FIXING STRATEGY ENSURES STABLE REVENUE GENERATION

BSIF's average PPA price and UK power price (£/MWh) ¹



BSIF portfolio power price compared to UK Day Ahead Auction Prices ²

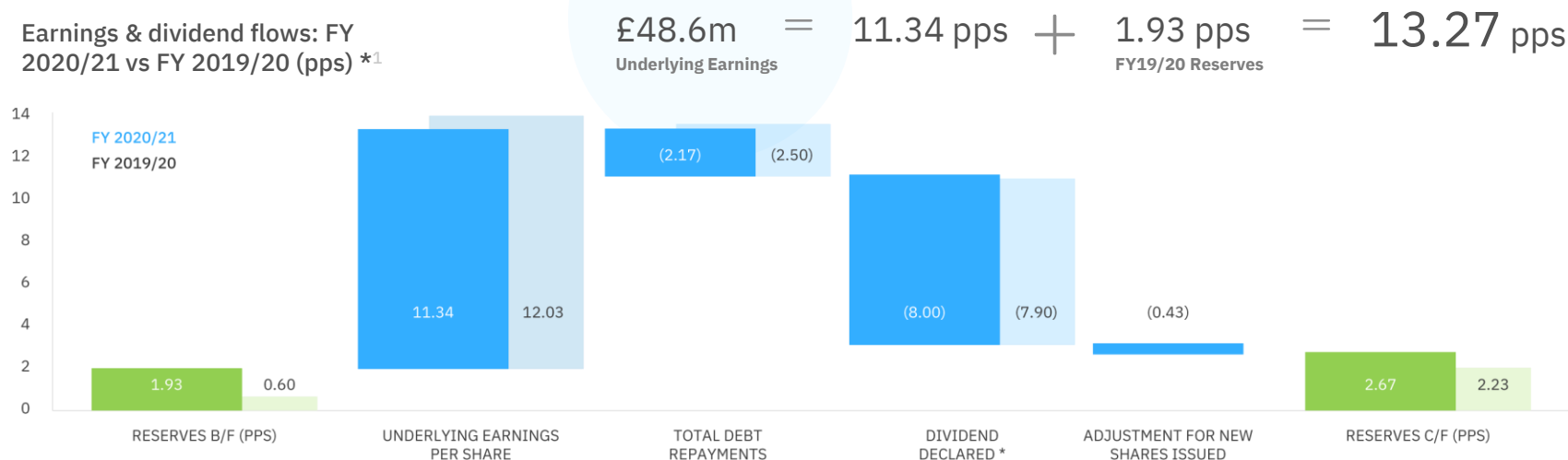


CONSOLIDATED PORTFOLIO EARNINGS

CONVERTING INCOME INTO COVERED DIVIDENDS

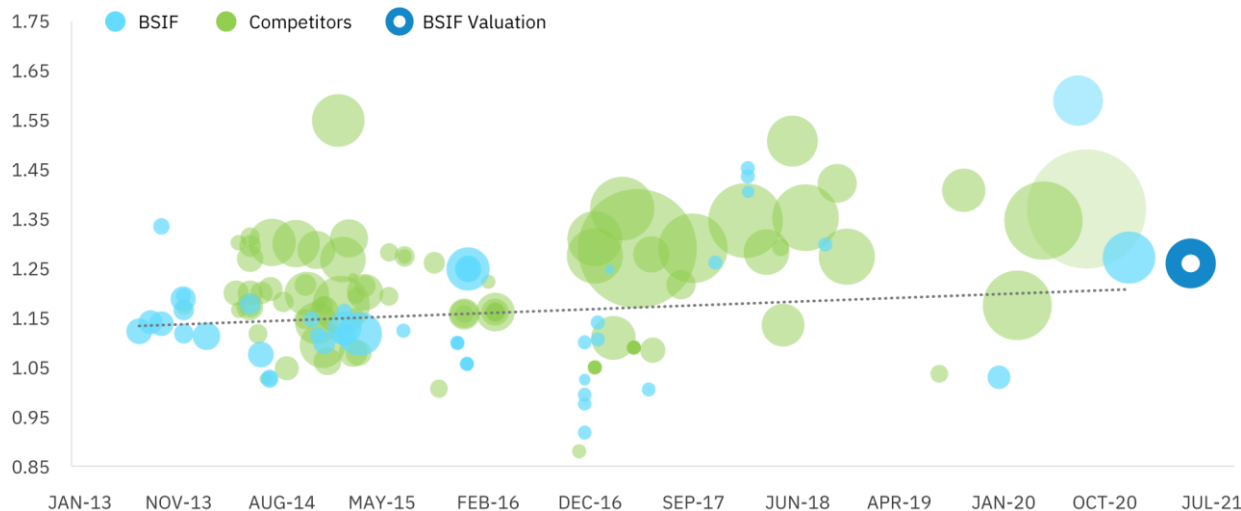
	Year to 30 Jun 2021 (£m) ¹	Year to 30 Jun 2020 (£m) ¹	June 2021 commentary
Portfolio Income	80.2	69.7	PPA revenue £26.5m, subsidy revenue £46.5m, net earnings from acquisitions £5.1m
Portfolio & Project Finance Interest Costs	(19.4)	(14.7)	Includes £1.8m interest payments for Project related debt (Durrants and NatWest term loan)
Total Portfolio Income Earned	60.8	55.0	
Group Operating Costs	(7.5)	(5.8)	Includes corporation tax charge in UK Topco
Group Third Party Interest Costs	(4.7)	(4.6)	Interest on Aviva long-term & RCF financing
Underlying Earnings	48.6	44.6	

Earnings & dividend flows: FY 2020/21 vs FY 2019/20 (pps) ^{*1}

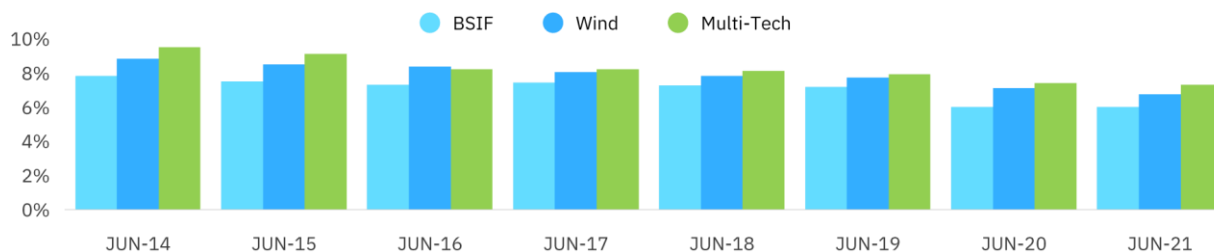


VALUATION PARAMETERS

VALUATION BENCHMARKED TO MARKET ACTIVITY



UK solar market pricing (£m/MW) ²



Renewable funds – equity discount rate trends ²

Valuation underpinned by

Low risk portfolio – low leverage (average c. 40%), high regulated revenues (c. 65%) ¹, no currency risk

Discount rate of 6.0% (6.0% Jun 2020)

Blend of three leading forecasters power curves

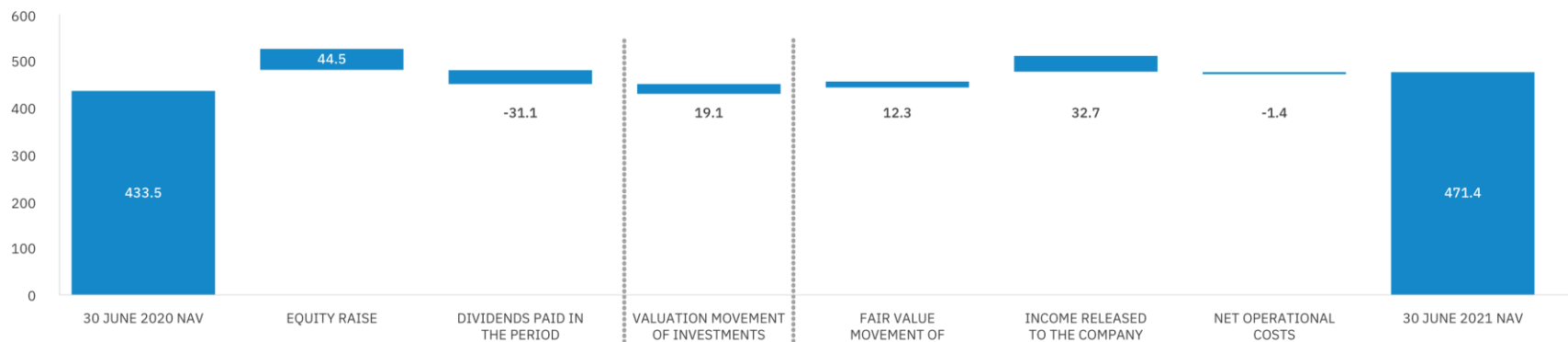
Inflation of 3.0% to June 2025, 2.75% thereafter

Weighted average remaining life of portfolio 30.2 years (Jun 20: 27.4 years)

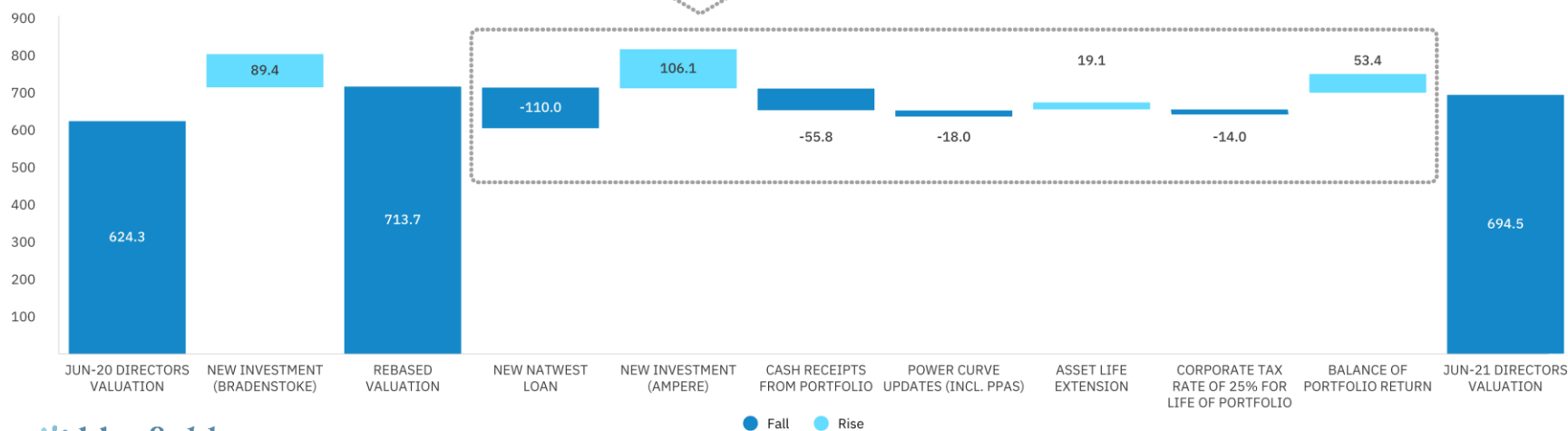
NAV CONSISTENT WITH PRIOR YEAR

ACQUISITIONS AND ASSET LIFE EXTENSION BRING ADDITIONAL VALUE

NAV Movement in Period (£m)



Portfolio Valuation Movement in Period (£m)

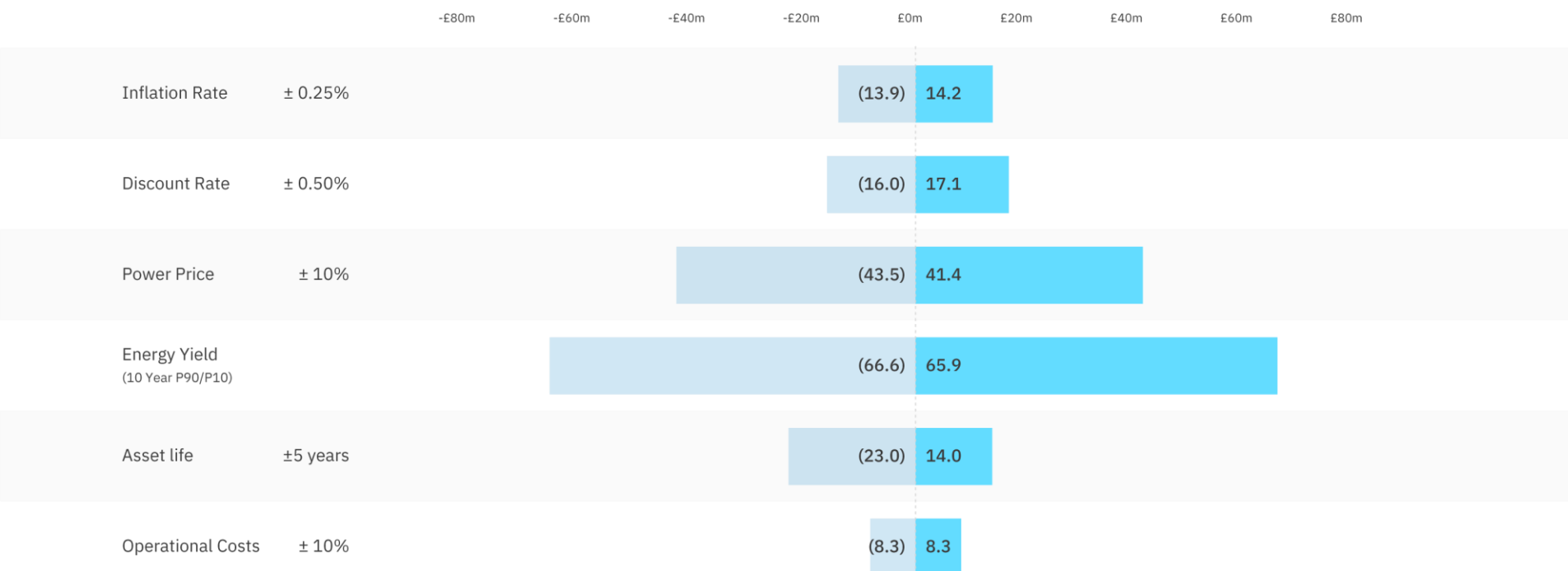


SENSITIVITY ANALYSIS

BSIF VALUATION REMAINS ROBUST AGAINST FLUCTUATIONS OF KEY PARAMETERS

£770.1m

Enterprise Portfolio DCF value (EV) ¹



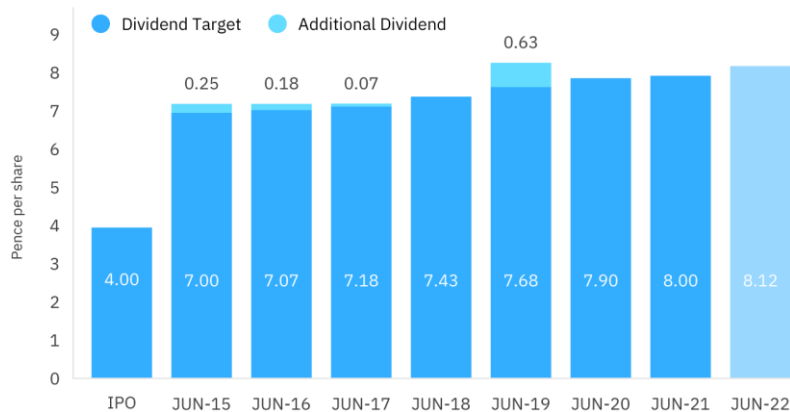
THE FUTURE



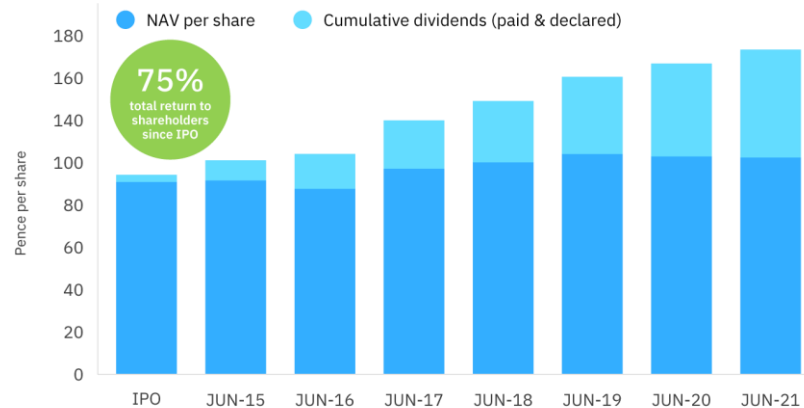
STRONG PERFORMANCE SINCE LISTING

HIGHEST DIVIDEND FROM LOWEST RISK PORTFOLIO IN UK RENEWABLES SECTOR

Above target dividends achieved*



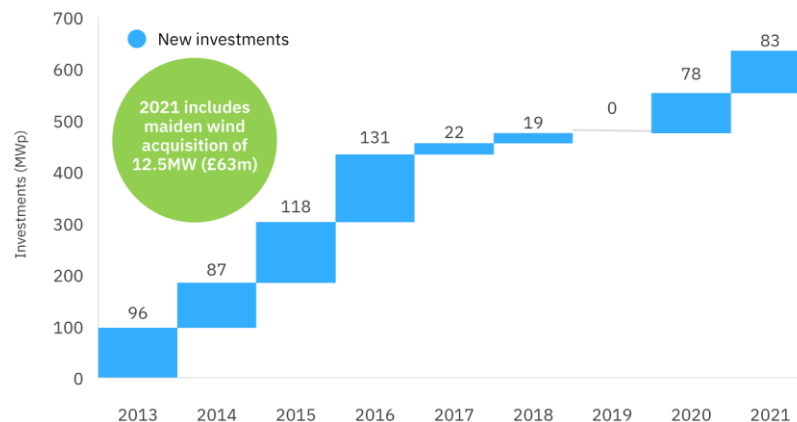
Strong return to shareholders since listing¹



Share price performance vs. index, low beta¹



Capacity growth since listing²



WHY SOLAR?

- Highly predictable energy source: daylight hours driven.
- Simple, proven technology: converts irradiation into energy predictably.
- Highest levels of regulated income in sector.

613 MWp

of operational UK regulated solar assets

770 MWp

of solar assets under development



TECHNOLOGY FOCUS

SOLAR AND WIND OUTPERFORM RELATIVE TO RISK

Risk and market pricing for renewables



ASSET LIFECYCLE STRATEGY

MORE THAN JUST A FUND MANAGER



2

PEOPLE *

Development

16

PEOPLE

Investment,
Construction
Engineering and
Portfolio
Management

20

PEOPLE

Asset Management,
Monitoring and
Reporting and
Finance

28

PEOPLE

Operation &
Maintenance

POWER/REVENUE STRATEGY

POWER SALES OPTIMISATION FOR STABLE INCOME

- Power sales strategy smooths out the volatility in electricity markets
- Consistent fixing allows the IA to capture value and limit downside
- BSIF average price fixes generally in-line with summer baseload price, where bulk of solar generation occurs

FUTURE UPSIDE

Average fix Price (June 2021)

£49.88/MWh

Average Fix Price (new 2022 contracts)

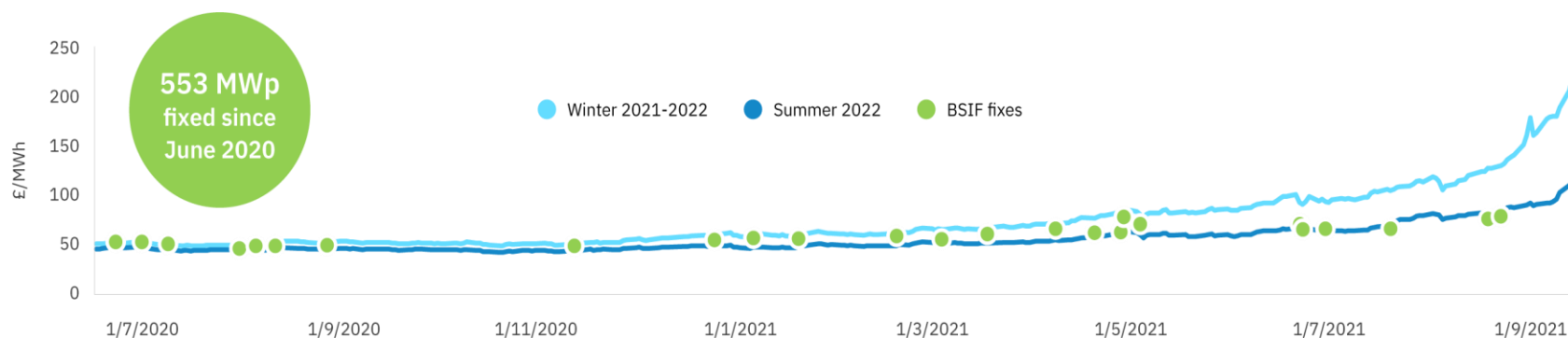
£56.7/MWh

Total contracts being restruck in 2022

300MWp

Seasonal power prices vs. BSIF price fixes¹

Average fixed price c. £68/MWh starting Q1 2022 for 24-36m



OPPORTUNITIES & CHALLENGES

OPPORTUNITIES

SUPPORTIVE PUBLIC POLICY

- COP 26 to support ambitious 10 point plan
- Broad political and public support to decarbonise
- 100% renewable energy by 2035

HIGHER EARNINGS IN INFLATION

- 65% + of revenues linked to RPI
- Majority of bank debt fixed
- Net earnings boost in an inflationary environment

ENERGY PRICE INFLATION

- Highest pricing since IPO in 2013
- 'Structural' imbalances likely to remain
- Beneficial for generators and storage

CHALLENGES

ENERGY PRICE INFLATION

- Higher energy prices unpalatable politically
- Long term thinking needs to trump short term politics

CONCERNS OVER FUTURE POWER PRICES

- Wide range of outcomes of long range forecasts
- 'Cannibalisation' of returns as deployment increases

SUPPLY CHAIN CHALLENGES

- Ethical concerns about module supply from certain regions
- Significant module inflation
- Structural pressure on supply of modules outside China

APPENDIX



SOLAR PV: REVENUE GENERATION

CONVERTING IRRADIANCE TO PORTFOLIO INCOME



Power Generation Process

Expected variability +/- 7% based on 90% confidence interval

Solar Irradiation

Warranted by contractor

Expectations set by lenders technical advisor based on analysis of plant design and expected losses

Plant Performance

Power revenues based on PPAs fixed contracts

ROC/FiT tariffs fixed on commissioning for 20-25 years

Output

Revenue Generation Process

FY 2020/21 per MWp¹

$$\begin{array}{rclclclclclcl}
 1168.0 & \times & 80.3\% & = & 545.1 & \times & \text{£79.7 MWh ROC/FiT Tariff} & = & \text{£74.8k MWp} \\
 \text{kWh/m}^2 & & \text{Performance Ratio} & & \text{MWh Plant Output} & & & & \\
 \text{Solar Irradiation} & & & & & & & & \\
 & & & & & \times & \text{£48.6 MWh PPA Tariffs} & = & \text{£45.6k MWp} \\
 & & & & & & & & \\
 & & & & & & & & \text{£120.3k MWp Revenue}
 \end{array}$$

SUSTAINABLE DEVELOPMENT GOALS

THE COMPANY'S CONTRIBUTION TO THE SUSTAINABLE DEVELOPMENT GOALS (SDGs)



The Company solely invests in renewable energy infrastructure and associated technologies, such as storage. The Company's portfolio continues to grow in size and as of 30 June 2021 has over 610 MWp installed capacity.



Last year, the Company saved the equivalent of over 127,000 tonnes of CO₂e from being released into the atmosphere, contributing to a more sustainable future and the UK's 2050 net zero target.



Biodiversity enhancement measures are in place across the portfolio and measures beyond those required by planning have also been implemented.

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