

PRESSEINFORMATION

FP Lux Investments SCSp SICAV-RAIF - RE Infrastructure Opportunities

First Private and re:cap global investors ag initiate further Renewable Energy Fund

- **Successful launch: Renewable energy fund for institutional investors starts with two investors and first project transaction in Denmark**
- **Diversification across different types of power generation and geographical regions offers stable returns**

The fund's target return is six percent p.a. over a term of 15 years.

Zug, 28 January 2019. re:cap global investors ag, an internationally active asset manager for renewable energies, and the Frankfurt-based fund boutique First Private are launching their third renewable energy fund. "RE Infrastructure Opportunities" was specifically designed for institutional investors and is designed to invest in at least three different technologies: Core investments focus on wind, solar and hydropower projects in selected OECD countries. The portfolio can be supplemented by satellite investments in the fields of energy storage and energy efficiency. Sales partner and initiator is First Private.

"The expansion of renewable energies is at the top of the political and economic agenda in many countries around the world. The estimated average growth rate of global generation capacity until 2025 is almost 10 percent per year," says Thomas Seibel, Managing Director of re:cap global investors ag. "Investments in this promising asset class also offer long-term stable cash flows and uncorrelated earnings. This means that renewable energy projects continue to be a sought-after addition to the portfolio, especially for institutional investors with long-term liabilities." The expected IRR of the "RE Infrastructure Opportunities" after costs is six percent over a fund term of 15 years. A subscription is possible from 5 million euros.

Strategy: Stable earnings through technological and geographical diversification

The funds of the FP Lux Group have been investing in renewable energies through re:cap global investors ag since 2011. The two predecessor funds have invested a total of more than one billion euros in more than 50 wind and solar projects with over 600 megawatts of installed capacity. The solar and wind turbines in the FP Lux Group's funds produce green electricity for 380,000 households and lead to savings of 600,000 tons of CO2 per year. In this way, the institutional investors' investments in the Group's funds make a significant contribution to climate protection.

The "RE Infrastructure Opportunities" is now the third fund of the Group and was launched in the legal form of a SCSp SICAV-RAIF. The aim of the further developed fund strategy is to achieve a smoothed earnings profile at portfolio level by combining various generation techniques and additional geographical diversification. "The potential of the renewable energies asset class is exploited to the best of our ability, provided that different investment forms are intelligently combined with specific yields, risks and investment conditions, since different types of generation have different and, in some cases, anti-cyclical yield volatilities.

Analyses by re:cap show, for example, that the mean wind speeds in Denmark and the mean solar radiation in Germany correlate negatively," explains Seibel.

At least ten project transactions are foreseen, spread over at least three different technologies. The "RE Infrastructure Opportunities" portfolio will be gradually built up. The first investments will be made in established technologies with low yield volatility such as photovoltaics and hydropower. Investments in battery storage and energy efficiency will be considered as part of a strategy update from 2020. Seibel: "In the asset allocation, the quality and sustainability of the projects and their project partners always come first. In addition, we continue to attach great importance to close communication with our investors. New investment themes are developed together with them." The target volume is 500 million euros. A maximum of 20 percent of the fund volume is allocated to a single project.

The first project: Eight photovoltaic parks in Denmark

"RE Infrastructure Opportunities" has already attracted two institutional investors. The seed capital was used to acquire the first project for the fund in December 2018: eight photovoltaic parks with an output of 70.5 megawatts (MW) in Denmark. Seibel: "Denmark is one of the international pioneers in the development of renewable energy sources and offers very good investment conditions for foreign investors thanks to a stable macroeconomic and political environment and an attractive tax system. The project developer and seller of the solar parks is the renowned Danish project developer European Energy A/S with whom we have already worked successfully in the past. This transaction is therefore a good example of our priorities in selecting projects for RE Infrastructure Opportunities, namely mature technologies, economically stable markets and first-class partners."

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About re:cap global investors ag:

re:cap global investors is an independent, internationally-oriented M&A advisor and asset manager for renewable energies. With a specialist team consisting largely of solar and wind energy experts, it provides clients with services geared to the evaluation and selection of suitable projects. Where necessary, re:cap also acts as asset manager for the facilities, reviewing them regularly for potential process and revenue optimisation. As a boutique firm, re:cap offers first-class, high-end advice to institutional investors looking to invest in infrastructure projects in the renewable energy sector. On behalf of its clients, the consultant has already recommended and acquired over 700 megawatts of capacity from projects delivering a total capacity more than 13,000 megawatts.

For more information, visit www.re-cap.ch

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