

Aquila Real Asset Finance III a.s. - Senior Bond

Interim Report 30.06.2021

Aquila Real Asset Finance III a.s. ("the Issuer") was able to raise 66.8m euros by issuing Senior Bonds (40.0m euros) and Junior Bonds (26.8m euros). Shortly after capital raising in June and July 2019, the issue proceeds were used to finance a broadly diversified portfolio comprising renewable energy and real estate projects predominantly located in the European Union.

As of 30 June 2021 ("Reporting Date", with 1 January 2021 until 30 June 2021 being the "Reporting Period"), the Issuer is invested across three renewable energy and four real estate projects.

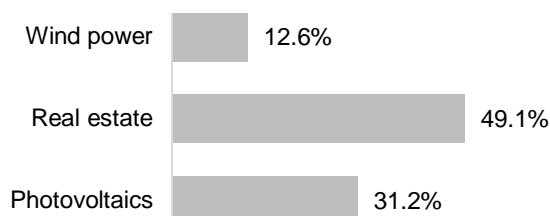
During the Reporting Period, the projects Wind Finland II and Real estate Germany I were exited in full.

Key Terms

ISIN	SK4000015566
Currency	EUR
Nominal value per note	EUR 1,000
Initial subscription price	100%
Capital raising	EUR 40,000,000
Investment focus	Europe, other OECD countries
Issuer	Aquila Real Asset Finance III a.s.
Interest rate	4.25% p.a.
Interest payment dates	28.06.2022
Issue date	28.06.2019
Term/Maturity date	3 years/28.06.2022

Asset Allocation¹

By Asset Class



By Regions



¹in % of total emission volume of the Issuer (Senior bonds and Junior Bonds)

1. Renewable Energies

PV Portugal I

Asset class	Photovoltaics
Country	Portugal
Investment	EUR 7.8m
Investment date	03.07.2019

The project consists of two solar PV parks with a combined nominal capacity of 132 MWp being constructed in central and southern Portugal. Based on very attractive radiation conditions at the location and the sharp decline in the prices of the PV technologies, the parks are at a very competitive level to other technologies and do not need a state subsidy regime. A power purchase agreement (PPA) was signed with a local utility company as a customer for the first seven years of electricity generated. The PPA provides a fixed price for this period. In June 2021, the first of the two parks was sold to a third party which resulted in a partial repayment of the Issuer's investment.

Wind Spain I

Asset class	Wind power
Country	Spain
Investment	EUR 8.4m
Investment date	09.02.2021

The project consists of a portfolio of three wind power plants to be built in attractive wind locations across northern and southern Spain (Asturia and Andalusia). The plants are medium sized. Their individual capacity ranges from 21MW to 48MW. The aggregate capacity of the portfolio reaches 96 MW. The completion of all projects and their commercial operation dates are expected for the second half of 2023.

PV Portugal II

Asset class	Photovoltaics
Country	Portugal
Investment	EUR 13.0m
Investment date	25.06.2021

The project consists of five solar PV parks with an aggregate capacity of 282 MWp. The portfolio is located close together in south western Portugal. The project was originated through the same developer as project PV Portugal I. The layout of the parks integrates single axis trackers for bifacial modules which leads to an increased energy yield of the project. The parks will have an expected operating life of 27 years. The completion of the project is expected in the first quarter of 2023.

2. Real estate

Real estate Spain II

Asset class	Real estate
Country	Spain
Investment	EUR 13.4m
Investment date	01.07.2019

The initial project is a residential development site measuring 14 plots with a total size of approx. 16.656 m² in the city of Viladecans, belonging to the Metropolitan area of Barcelona. In 2020 five additional plots were acquired with a total size of approx. 7.200 m². The current project planning includes the construction of approx. 887 rental and sales units as well as 13 commercial units. The project benefits from its good location to both the airport and the city centre of Barcelona. Due to a sharp increase in rental prices and a low supply of new housing in the city centre of Barcelona, the municipality of Viladecans faces an increasing demand. Urbanisation works are ongoing with the construction being expected to start in the fourth quarter of 2021. Completion of the whole project is expected in the second half of 2024.

Real estate Portugal I

Asset class	Real estate
Country	Portugal
Investment	EUR 6.7m
Investment date	20.09.2018

The project is a logistic development site measuring 179,000 m² in the region Azambuja (Metropolitan area of Lisbon). The plans call for the construction of a logistic property with a total size of 111,620m², which splits into 105,820m² of warehouse and 5,800m² of office space. The project has a prime location for logistics and a good transport connection linking to Lisbon (35km distance), Porto and Spain. Due to the proximity to the metropolitan area of Lisbon, the asset is suitable for large scale warehouse and E-commerce as well as for a wide range of standard logistic operation. Construction works have started in the second quarter of 2021. Completion of the project is expected for the third quarter of 2022.

Real estate Spain III

Asset class	Real estate
Country	Spain
Investment	EUR 8.7m
Investment date	22.04.2021

The project comprises the development of logistics properties with a total surface of 74,628 m². It is planned to construct an approx. 31,000m² multi-tenant warehouse and a distribution centre with approx. 11,000m². The project benefits from a prime location between the city of Malaga and Malaga airport. The demolition works of the former buildings started in June 2021. Completion of the whole project is expected for the third quarter of 2023.

Real estate Italy I

Asset class	Real estate
Country	Italy
Investment	EUR 4.0m
Investment date	22.04.2021

The project is a logistics development site measuring 265,730m² within the Piedmont province of north western Italy. The plans call for the construction of a logistic property with a total buildability of 103,000m², which splits into 98,500m² of warehouse and 4,500m² of office space. The project benefits from excellent transport links to Milan, Genoa and Turin. Construction works are currently planned for the first quarter of 2022. Completion of the project is expected for the second quarter of 2023.

Aquila Real Asset Finance III a.s. - Senior Bond

Interim Report 30.06.2021

3. Exits

Project	Asset class	Country	Investment	Investment date	Exit date
Wind Finland I	Wind power	Finland	EUR 13.4m	05.08.2019	30.09.2019
Real estate Spain I	Real estate	Spain	EUR 13.1m	01.07.2019	22.04.2020
Wind Norway I	Wind power	Norway	EUR 7.7m	27.12.2019	23.12.2020
Real Estate Germany I	Real estate	Germany	EUR 13.3m	30.04.2020	20.04.2021
Wind Finland III	Wind power	Finland	EUR 12.1m	29.01.2021	21.06.2021

4. Subsequent Events

In August 2021, the Issuer made a new investment in a spanish Photovoltaics project in the amount of EUR 8m.

Contact

Aquila Real Asset Finance III a.s.

Dúbravská cesta 14
Bratislava - mestská časť Karlova Ves 841 04
Slovak Republic
IČ: 52 143 058

Email: info.eur@aquila-real-asset.com

Web: www.aquila-real-asset.com

Aquila Real Asset Finance III a.s. je emitentom dlhopisov SK4000015566 prijatých k obchodovaniu na regulovanom trhu Burzy cenných papierov v Bratislave.

Certain Risk Factors

- Project development risk from investments in renewable energies and real estate projects (delays, cost increases, approvals etc.)
- Risks associated with investments in infrastructure (regulatory risks - e.g. revocal of concessions or adverse price changes, interruption of operation/technical malfunctions, counterparty risk etc.)
- The underlying assets will not be rated, publicly offered, listed or traded on any stock exchange

Disclaimer Interim Report Aquila Real Asset Finance III a.s. - Senior Bond

This document is an interim report of Aquila Real Asset Finance III a.s. **This document serves informational purposes only.** It constitutes neither an investment advice, an investment service nor an offer or solicitation of an offer to buy or sell any particular product; the contents of this document also do not constitute any recommendation for any other action. **This document serves (preliminary) information purposes regarding the products mentioned only. A purchase decision regarding the products presented should only be made on the basis of the issuing documents, after reviewing the complete relevant documentation and in consideration of the respective risk information.** Prior advice from your legal-, tax- and/or investment advisor is recommended. The statements reflect the situation at the time the document was prepared. All information and data have been collected carefully and to the best of our knowledge, but the validity, completeness or accuracy of the information is not warranted and any liability for damages that may arise from the use of the information is disclaimed. **Historical data is no guarantee of future earnings. Statements concerning future economic developments are based on observations from the past and theory-based objective procedures; they are therefore predictions and must be understood as such.** In particular, if the performance results refer to a period of less than twelve months (indication of year-to-date performance, product launch less than 12 months ago, etc.), these are not an indicator for future results due to the short comparison period. **No assurances or warranties are given that any indicative performance or return will be achieved in the future. The products presented are investments associated with various risks, the realization of which can lead to a total loss of the invested capital.**

Calculation errors and other mistakes are reserved. Graphs and tables may show rounding differences. The bonds may not be offered, sold, transferred or delivered, directly or indirectly, in the United States of America or to or for the benefit of any US-person. For further information with regard to the bond please refer to the prospectus. This and other documents as well as further information can be accessed free of charge through the online presence of Aquila Real Asset Finance III a.s., www.aquila-real-asset.com.

This document is strictly confidential and may not be disclosed to third parties without the prior written consent of the management.

Publication of Aquila Real Asset Finance III a.s.