

Premier Miton Global Renewables Trust PLC

Strategy and market update



FE fundinfo Crown Fund Rating



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Awards and ratings are based on past events and are not an indication of future performance.
Correct as at date of publication.

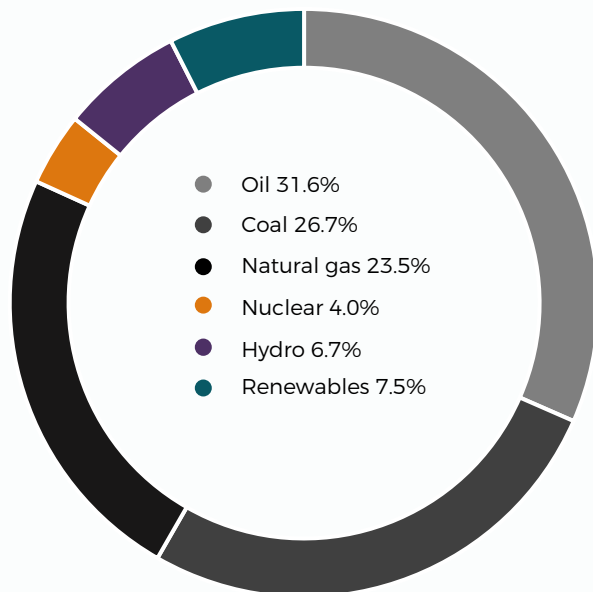
Agenda

- Recap on the "big picture" global energy market
- Update on the performance of Premier Miton Global Renewables Trust
- Understanding the performance of UK renewable investment companies
- Dividend income in the current environment
- Growth opportunity in renewable energy development companies



Global primary energy consumption 2022

Global primary energy consumption
2022

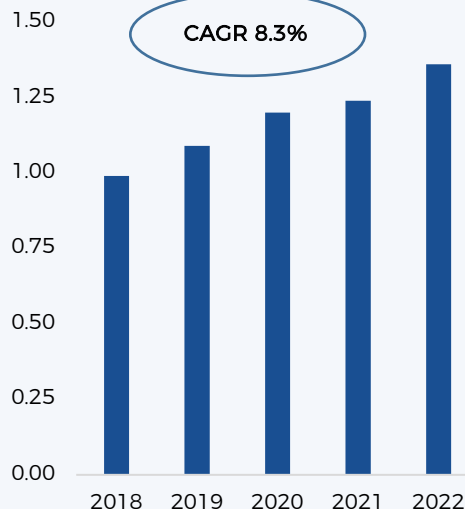


Change in global primary energy consumption
2018 - 2022

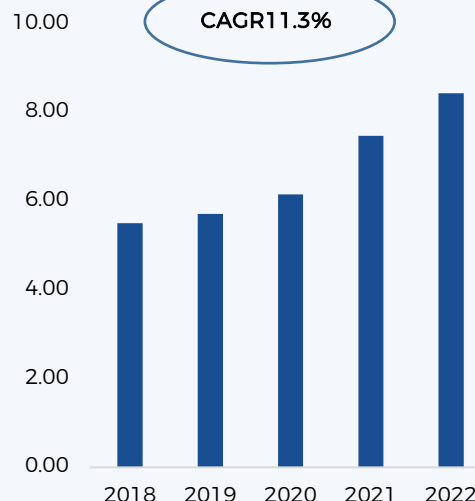
Oil	-0.4%
Coal	1.7%
Natural Gas	2.3%
Nuclear	-0.1%
Hydro	8.9%
Renewables	74.9%
Total global energy market	4.8%

Renewable energy production in key markets for Premier Miton Global Renewable Trust (exajoules)

United Kingdom



United States



Europe (ex UK)



Renewable targets being increased

Growth to accelerate

EU renewable law May 2023 - 42.5% of total energy to be from renewables by 2030¹

- Binding target 42.5%, but member states should aim for 45%
- Existing law stipulates 32%
- 2022 renewables + hydro were approximately 21% of total primary energy²

UK commits to decarbonise the electricity system by 2035 (released October 2021)³

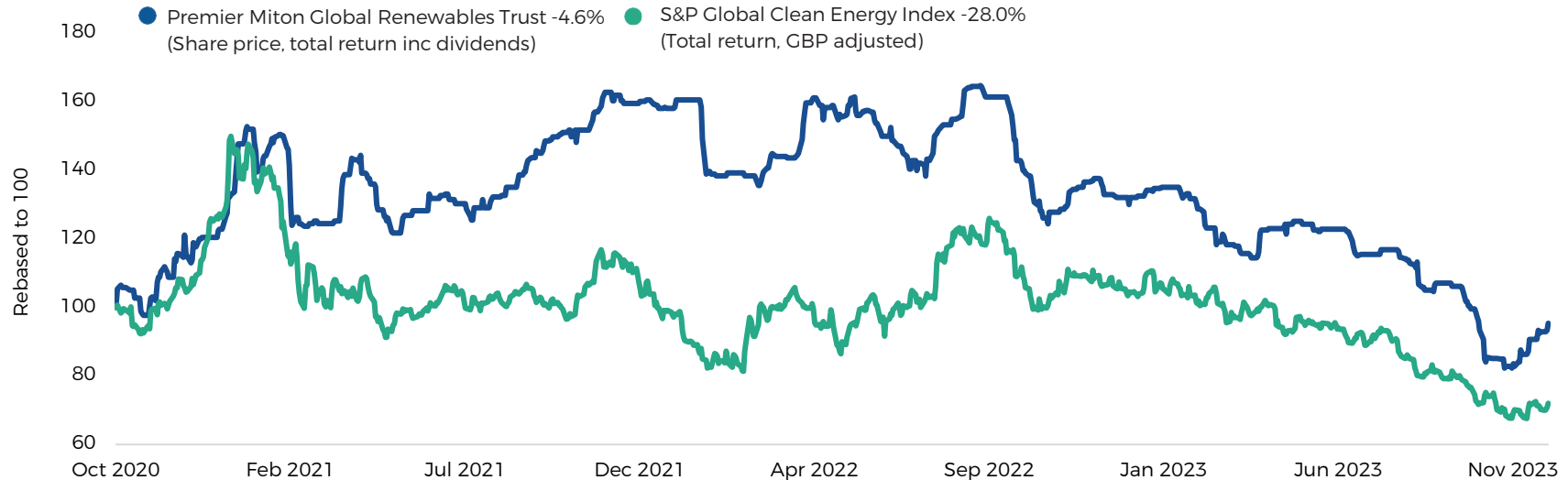
- electricity sector decarbonisation brought forward to 2035 from 2050
- 2020 zero carbon power was 59.3% of total generation , of which renewables 43.1%

US Inflation reduction act 2022⁴

- \$369 billion tax and other incentives over 10 years
- Carbon emissions to be reduced by 40% by 2030

Premier Miton Global Renewable Trust Performance vs S&P Global Clean Energy Index

Since investment policy change on 9 October 2020 to 30 November 2023 (Rebased to 100)



Strong outperformance against comparator index since change of investment policy

Source: Morningstar, data from 08.10.2020 to 30.11.2023, net income reinvested, bid to bid basis. ©2023 Morningstar. All Rights Reserved. The information contained herein; is proprietary to Morningstar and/or its content providers; may not be copied or redistributed; and is not warranted to be accurate, complete or timely. Neither Morningstar nor its content providers are responsible for any damages or losses arising from any use of this information. **Past performance is not a guide to future returns.**

Premier Miton Global Renewable Trust performance vs S&P Global Clean Energy Index

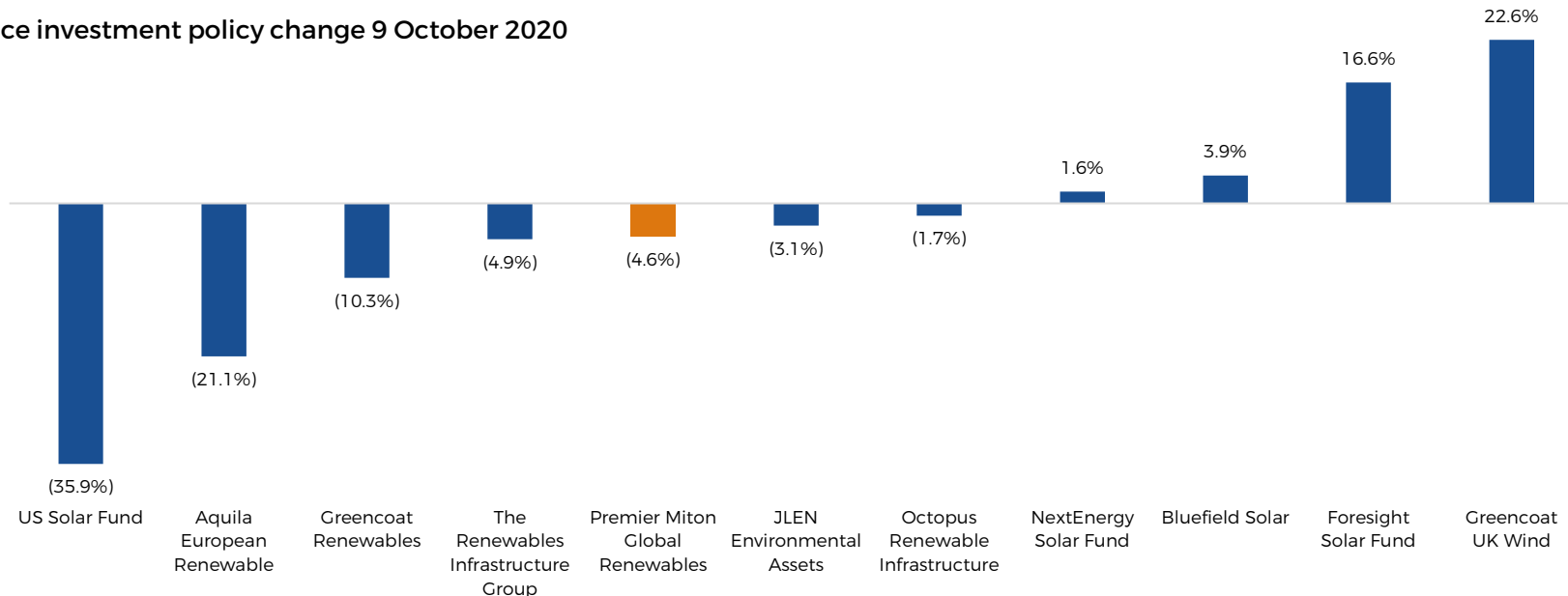
Discrete calendar performance (%)	2018	2019	2020	2021	2022	2023 ytd ¹
Share price	-23.3	38.3	31.0	30.7	-17.7	-27.8
NAV	-25.5	39.0	28.7	26.9	-12.3	-23.9
S&P Global Clean Energy Index	-2.7	39.5	134.6	-22.5	7.3	-31.5

Source: Morningstar, ¹2023 ytd as at 10.11.2023, net income reinvested, bid to bid basis, index on a total return basis. ©2023 Morningstar. All Rights Reserved.

Past performance is not a guide to future returns

Premier Miton Global Renewable Trust performance vs UK listed direct renewable investment companies

Since investment policy change 9 October 2020



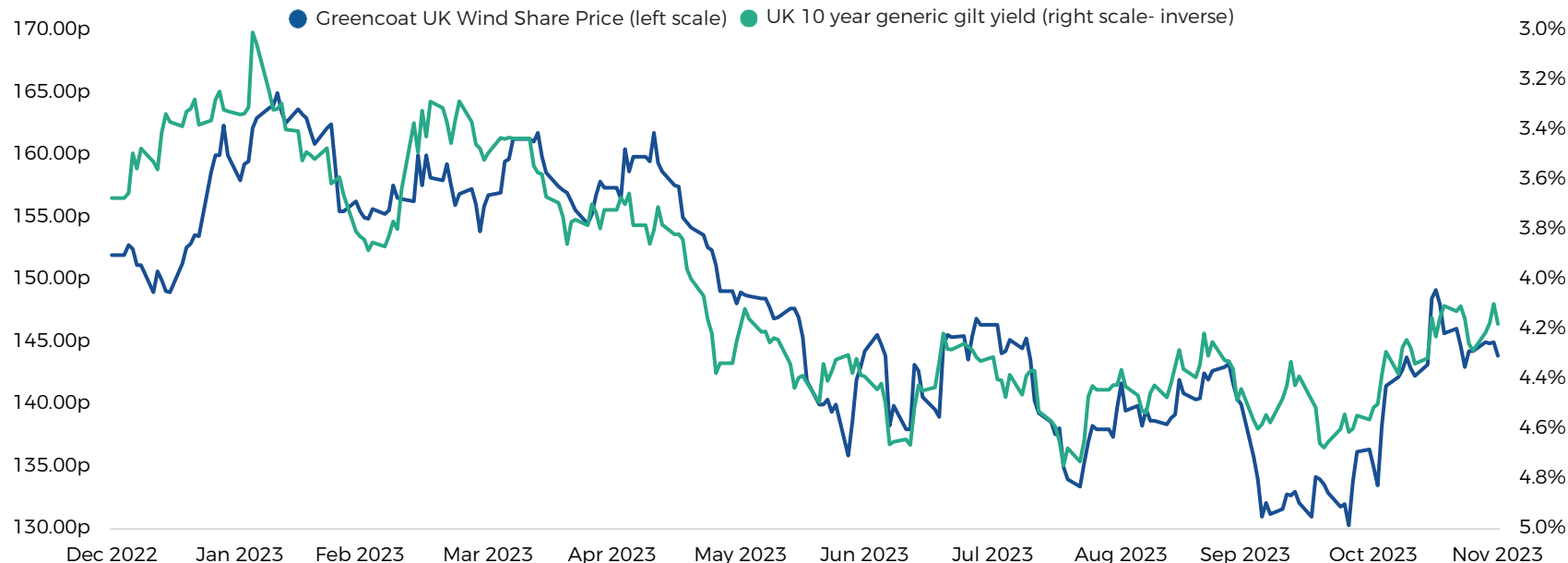
**The performance information presented on this page relates to the past.
Past performance is not a reliable indicator of future returns.**

Source: Bloomberg, share price and dividend total return performance. Performance is shown net of fees. Data from 08.10.2020 to 30.11.2023. The companies have been chosen as similar to the Premier Miton Global Renewables Trust; they generate and own renewable energy assets and are classified within the AIC renewable energy sector.

Past performance is not a guide to future returns.

Greencoat UK Wind Year To Date (YTD) 2023

Share price vs 10 year gilt yield



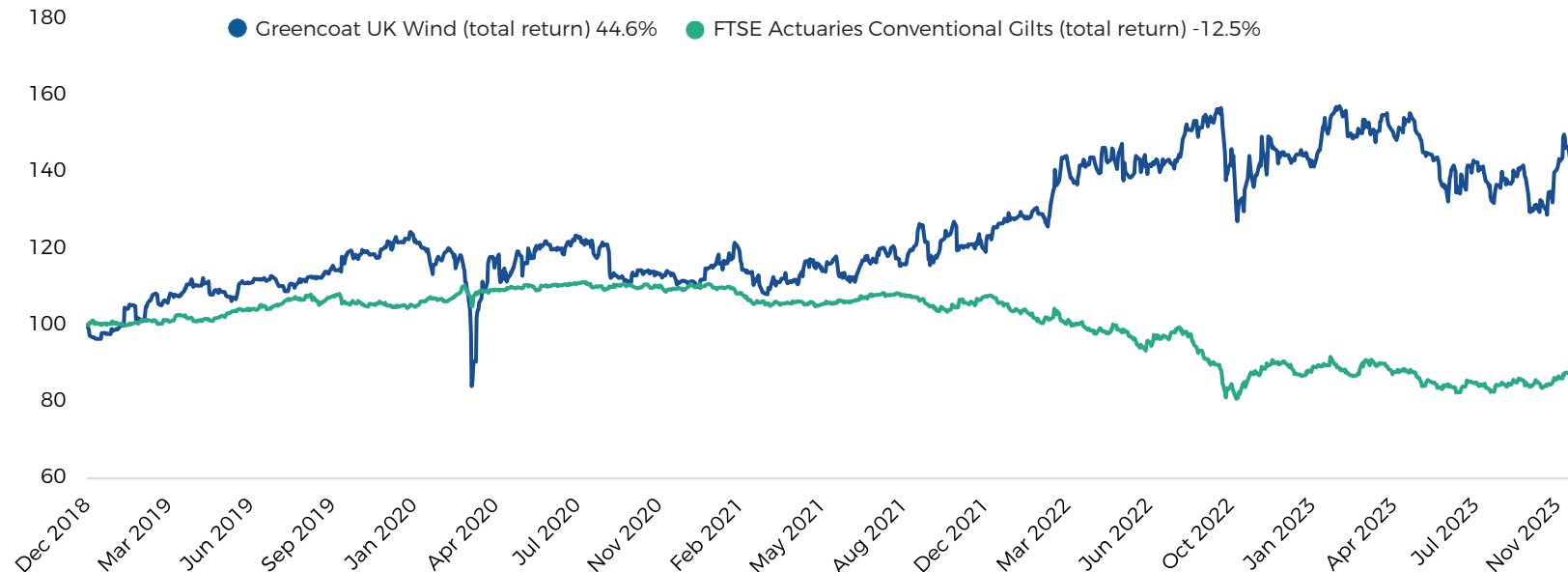
Renewable energy investment companies have traded as bonds so far in 2023

Source: chart created by Premier Miton Investors using data from Bloomberg, data 30.12.2022 to 30.11.2023..

Past performance is not a guide to future returns.

Greencoat UK Wind 5 year total return

Performance vs medium term (5-15 year) gilts



Long term performance not correlated to bonds

Renewable energy perception vs. reality



High interest rates are bad for renewable energy companies

Debt is mainly fixed term, fixed rate, amortising non-recourse project debt

UK / European companies have high inflation linkage

Higher finance costs for new projects pushes up power prices



Power price falling

Power prices approx. 2x pre-Ukraine level

Permanent structural increase in European prices

Very strong market for PPAs in Europe & US

Governments are cooling on renewable energy build out

US Inflation reduction Act - \$369bn of tax and other incentives

UK relaxation on-shore renewable planning laws

New EU renewable law - 2x increase in renewable energy to 2030



Capital costs of new renewables increasing

Wind increasing, solar falling

Higher prices for turbines necessary for manufacturer health

Renewables remain substantially cheaper than gas / nuclear

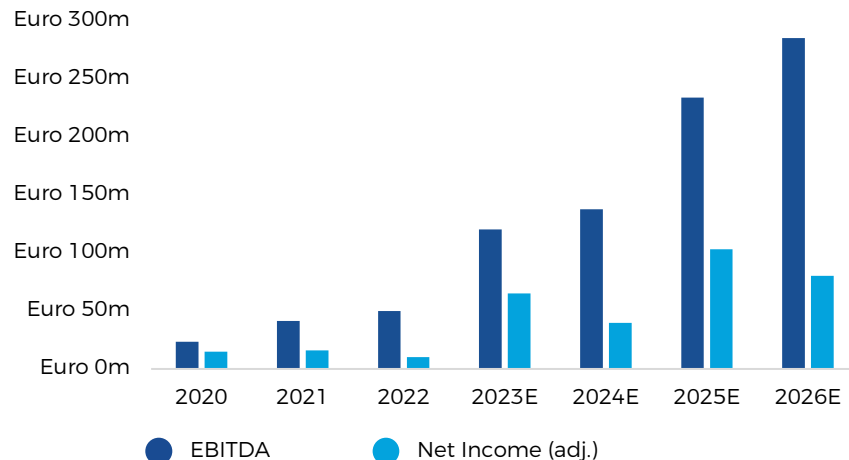


Dividends 10 largest holdings

Holding	Portfolio weighting November 2023	FY 2021 Dividend	FY 2022 Dividend	2023 expected dividend	2021 / 2022 growth	2022 / 2023 growth	Notes
Greencoat UK Wind	7.5%	7.18p	7.72p	8.76p	7.5%	13.5%	1
NextEnergy Solar (March 22 / March 23 / March 24)	6.6%	7.16p	7.52p	8.35p	5.0%	11.0%	1
Clearway Energy A Class	6.5%	\$ 1.330	\$ 1.430	\$ 1.541	7.5%	7.8%	2
Octopus Renewables Infrastructure Trust	6.1%	5.00p	5.24p	5.79p	4.8%	10.5%	1
Greenergy Renovables	5.0%	N/A	N/A	N/A	N/A	N/A	N/A
Aquila European Renewables Income Fund	4.8%	€ 0.0500	€ 0.0525	€ 0.0551	5.0%	5.0%	1
Drax Group (March 22 / March 23 / March 24)	4.8%	18.80p	21.00p	23.10p	11.7%	10.0%	2
RWE	4.7%	€ 0.90	€ 0.90	€ 1.00	0.0%	11.1%	1
SSE (March 22 / March 23 / March 24)	4.6%	85.70p	96.70p	60.00p	12.8%	(38.0%)	1
Foresight Solar Fund	4.1%	6.98p	7.12p	7.55p	2.0%	6.0%	1
Total	54.8%						

Case study: Greenergy, growing strongly in the global solar market

EBITDA and net income progression



Investment arithmetic (Bloomberg consensus)

	2023e	2024e	2025e
P/E	12.4x	19.7x	8.3x
EV/EBITDA	11.5x	10.1x	5.9x
Price/Book	2.7x	2.2x	2.0x
Return on equity	24.0%	15.0%	24.9%

**Developer model, track record selling projects at 1.5x EV/IC over 2017-2023¹,
Retains profits for equity investment in owned assets.**

**Allows development of substantial asset base with low initial equity requirement,
1.7 GW solar capacity at Nov 23, target 3.5 GW solar capacity plus 3.0 GWh battery capacity by 2026²**

Contact us



James Smith | Fund Manager

01483 400431

james.smith@premiermiton.com



Claire Long | Head of Investment Trusts

01483 400463

claire.long@premiermiton.com

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