

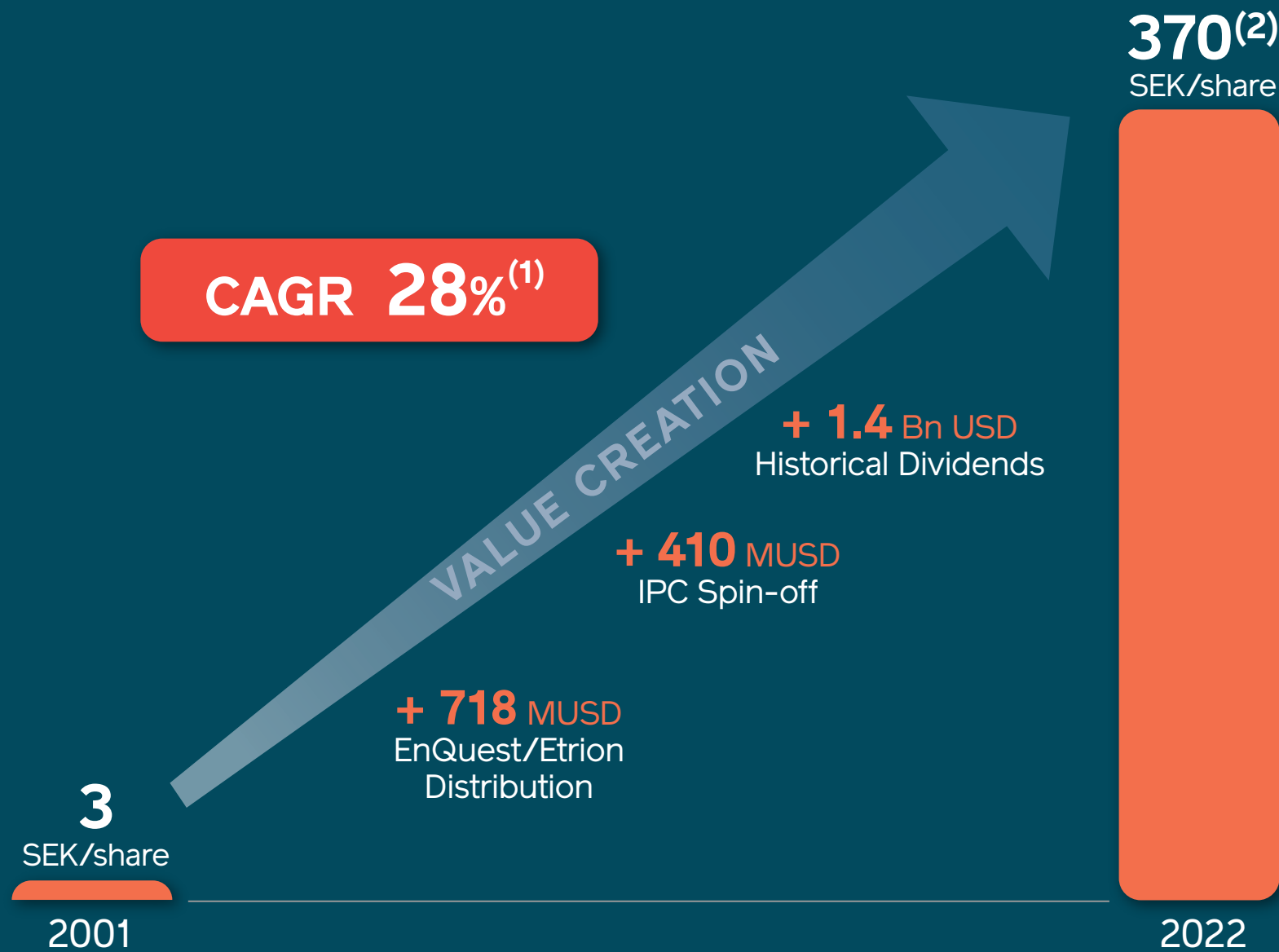


# Lundin Energy Renewables Market Update

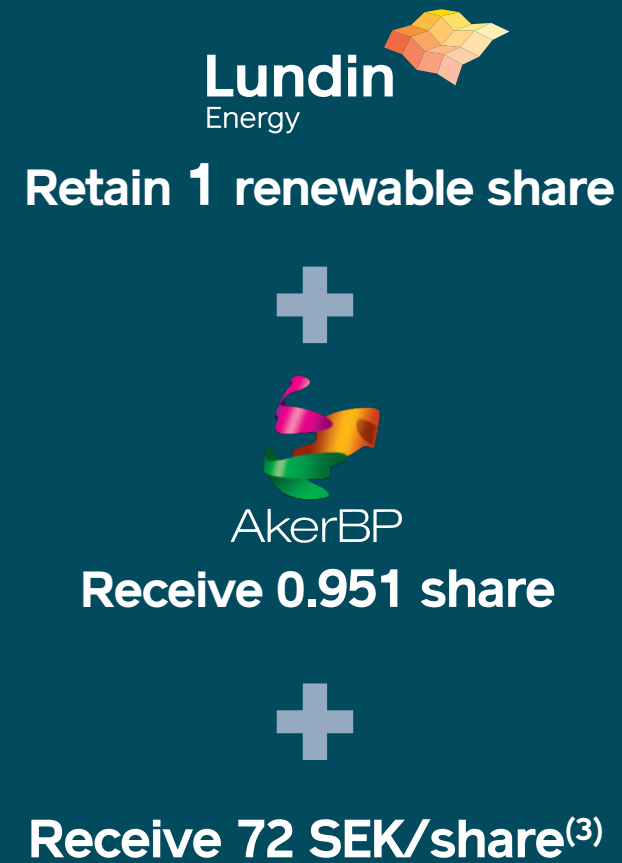
7 March 2022

# Lundin Energy

## A History of Shareholder Value Creation



### Proposed AkerBP Combination



The new Lundin Group renewables company positioned for growth

Continued shareholding in Europe's leading E&P company

Cash consideration

<sup>(1)</sup> Compound annual average return over period 2001 to 2022

<sup>(2)</sup> As at 1 March 2022

<sup>(3)</sup> 7.8 USD/share converted to SEK at closing

# Lundin Energy Renewables

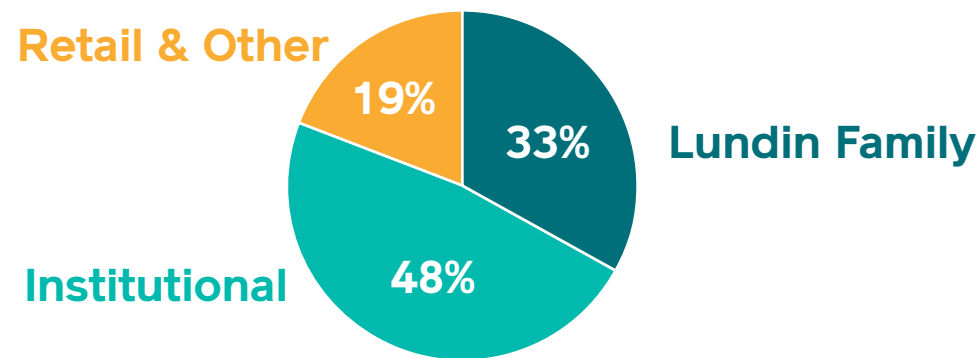
## Part of the Entrepreneurial Lundin Group

12 independent public companies in the energy & mining sector

Strong support from the Lundin Family

Track record of creating value

Lundin Energy share ownership<sup>(1)</sup>



<sup>(1)</sup> As at year end 2021



# Lundin Energy Renewables Market Outlook and Opportunities

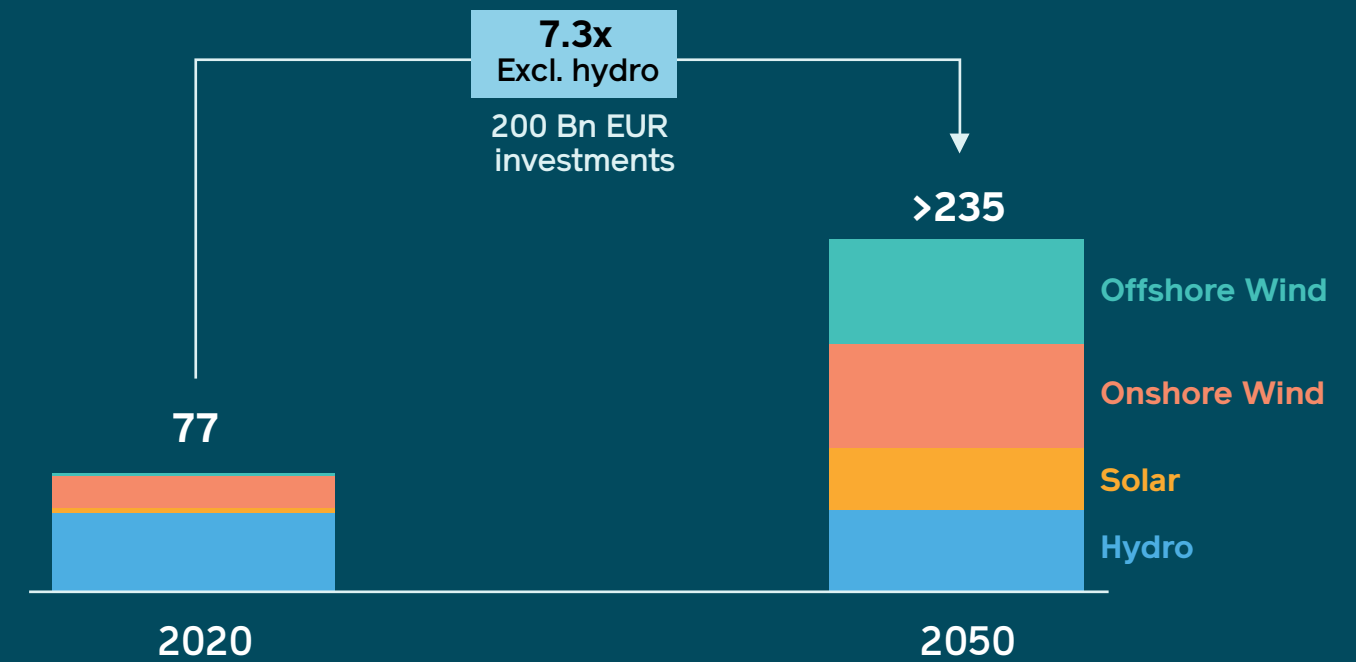
Europe to see **exponential growth in renewables**

European power pricing **to remain strong**

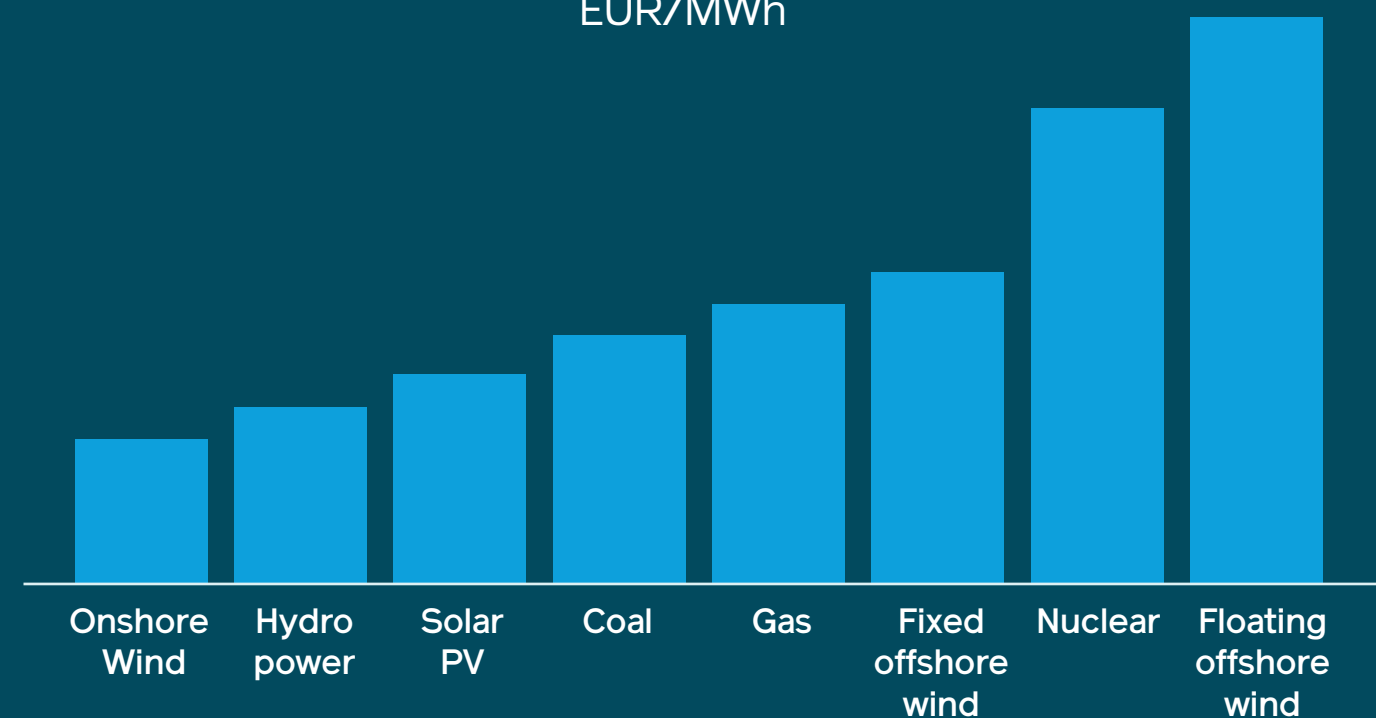
Onshore renewables have the **lowest LCOE<sup>(1)</sup>**

**Emerging technology** will drive the **energy transition**

Current and estimated Nordic capacity  
GW



Levelised Cost of Energy  
EUR/MWh



<sup>(1)</sup> Levelised cost of energy

# Lundin Energy Renewables

## A Platform for Growth

Remains listed on  
**Nasdaq**  
Stockholm

**3 high quality assets**  
in the Nordics

**130 MUSD cash**  
Fully funded to build out  
existing projects

**Debt free**  
with capacity to  
raise capital

**Cash flow positive**  
from late 2023

Pure play  
**Nordic renewables company**  
growing through **acquisition**

# Lundin Energy Renewables

## High Quality Assets

- Recently constructed with modern technology
- Low operating cost ~10 EUR/MWh
- 30 to 60 year asset design life



**Metsälamminkangas Windfarm<sup>(2)</sup>**  
~200 GWh p.a. net power generation



**Karskrøv Windfarm<sup>(3)</sup>**  
~290 GWh p.a. net power generation

<sup>(1)</sup> From end 2023

<sup>(2)</sup> 50% working interest

<sup>(3)</sup> 100% working interest

# Lundin Energy Renewables Creating Shareholder Value

**Nordic focussed,**  
expanding in **Europe**

Delivering long term  
**free cash flow**

**High spot market exposure**  
to strong power prices

**Acquisition and organic growth**  
to build scale and increase returns

**Creating value** through  
the **energy transition**



# Lundin Energy Renewables

## A Sustainable Investment Opportunity





# Lundin Energy Renewables

## Proposed Board of Directors and Management

Experienced Board and management team  
reflecting Lundin Energy culture and Lundin Family support

### Board of Directors



**Grace Reksten Skaugen**  
Chair



**Jakob Thomasen**



**Ashley Heppenstall**



**Aksel Azrac**



**Daniel Fitzgerald**

### Management



**Daniel Fitzgerald**  
CEO



**Espen Hennie**  
CFO

Smaller, focussed organisation  
retaining culture, competence  
and renewable asset knowledge  
from Lundin Energy

# Lundin Energy Renewables Funding and Liquidity

**Strong balance sheet  
130 MUSD cash<sup>(1)</sup>**

**No capital commitments  
beyond 2023**

**Debt capacity  
at attractive terms**

**Actively screening  
acquisition targets**

## Capital Expenditure Forecast

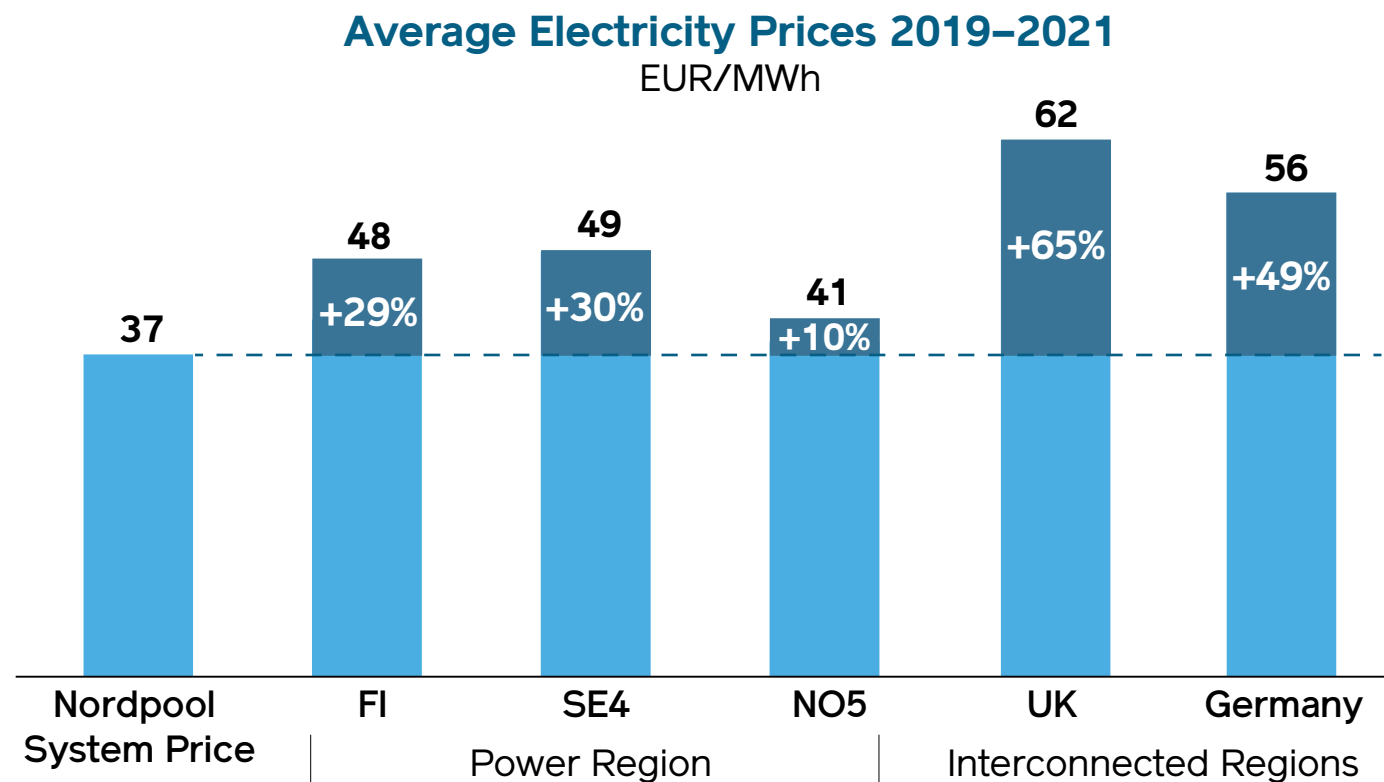


<sup>(1)</sup>At closing of AkerBP transaction

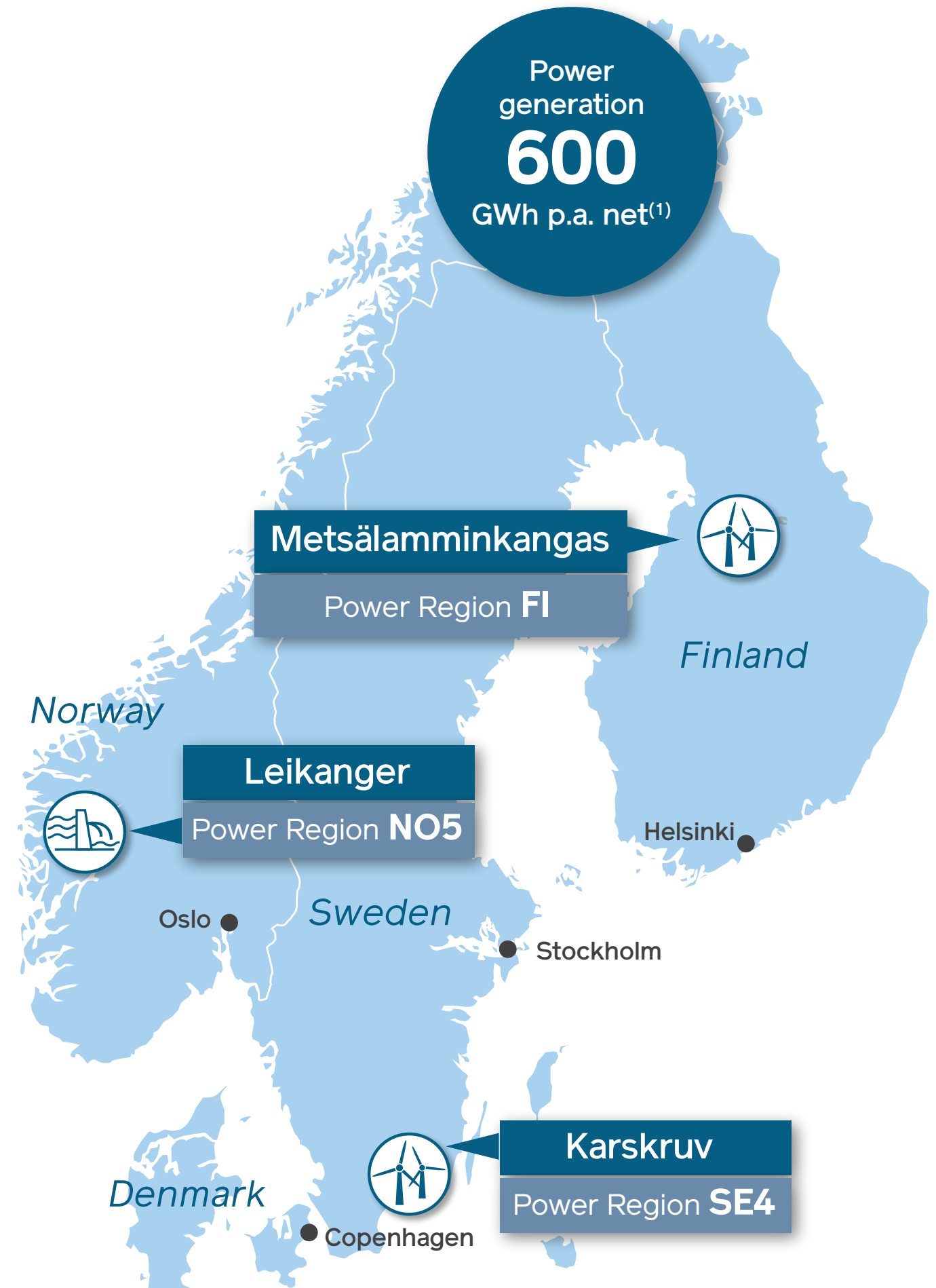
# Lundin Energy Renewables

## Premium Prices and High Margins

- ➔ Assets located in **high power price regions**
- ➔ **Full spot** exposure to power pricing
- ➔ Asset operating costs **~10 EUR/MWh**
- ➔ Historical capex **reducing near-term cash taxes**



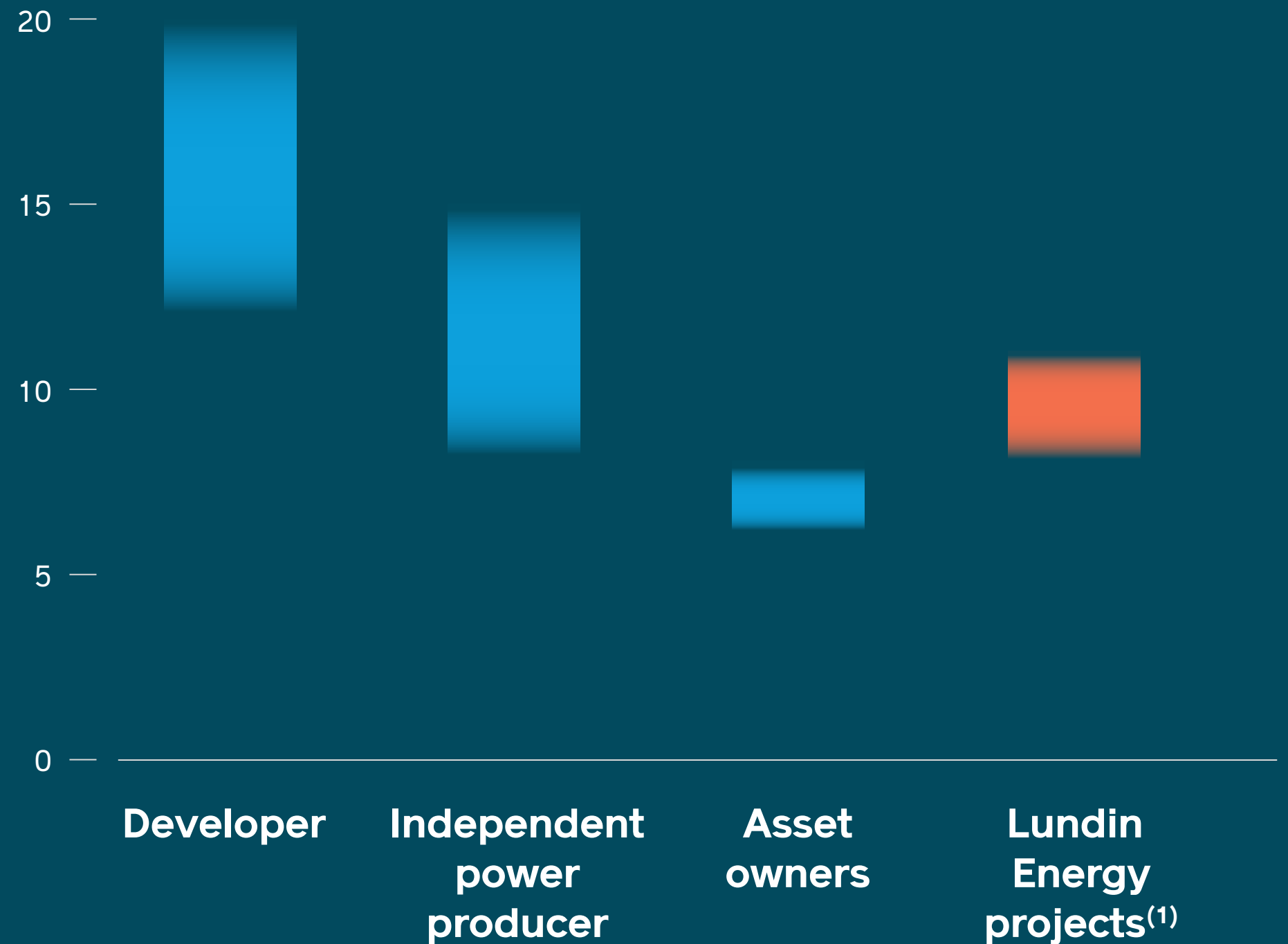
<sup>(1)</sup>From end 2023



# Lundin Energy Renewables Opportunities to Increase Returns

## Alternative Business Model Returns

Unlevered IRR



Market fragmentation  
creates opportunities

Earlier entry  
into projects

Partial farm downs

<sup>(1)</sup> 50 EUR/MWh to 60 EUR/MWh real Nordic System Price forecast

# Lundin Energy Renewables

## Establishing the Renewables Business

2022

Q1

Q2

**Shareholder approvals  
for Aker BP combination**

Lundin Energy AGM  
Aker BP AGM

**EGM of  
Lundin Energy renewables**

Approve proposed Board  
Change of company name  
Approve governance framework

**Expected  
deal completion**

**Trading as pure play  
renewables company**

# Lundin Energy Renewables

## A Platform for Growth

3 high quality assets

Fully funded generating long term  
free cash flow

Financial firepower for  
acquisitions and growth

Experienced Board and management  
team with Lundin Family support

European focussed **renewables**  
company **creating value**  
through the **energy transition**

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# Lundin Energy



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