

Press release

RWE invests €8 billion in its green portfolio in the first quarter of 2023

- **Green portfolio grows by 7 gigawatts year-on-year thanks to acquisitions and commissioning of new wind and solar plants, 4.9 gigawatts of which were added in the first quarter of 2023 alone**
- **Strong results in the first quarter of 2023: Adjusted EBITDA increases to €2.8 billion and adjusted net income to €1.7 billion thanks to higher earnings in green core business**
- **Currently more than 70 projects totalling 6.8 gigawatts under construction in 12 countries**
- **Outlook and dividend target of €1.00 per share for fiscal 2023 confirmed**

Essen, 11 May 2023

RWE is making swift progress on implementing its Growing Green strategy. The company expanded its green portfolio by 4.9 gigawatts (GW) with investments of €8.0 billion in the first quarter of 2023 alone. The €6.3 billion acquisition of Con Edison Clean Energy Businesses in the US represented the largest share of the investments. In addition, RWE acquired a hydrogen-ready gas-fired power station in the Netherlands and took over British solar developer JBM Solar. In the first months of the year, RWE also invested strongly in new wind and solar facilities, and commissioned further plants. Compared to the first quarter of 2022, RWE's green portfolio grew by an impressive 7 GW.

Additional facilities with a capacity of 6.8 GW are currently under construction. The largest individual projects are offshore wind farms Sofia off the UK coast, at 1.4 GW, and Thor in Denmark, at 1 GW. Onshore, too, RWE is pressing ahead on the expansion of wind power with more than 17 projects totalling 0.6 GW in Europe and the US. Solar energy currently represents the largest share of new-build projects, at 2.7 GW, mainly in the US. In addition, RWE is expanding its global battery storage portfolio, with projects totalling 0.9 GW under construction in Germany, the US and the Netherlands.

Michael Müller, Chief Financial Officer of RWE AG: “The continuous construction of new renewable energy facilities and our acquisitions are paying off. In the first quarter of 2023, we generated 14% more green electricity than in the same period last year. And we have the financial resources to continue investing strongly in organic growth this year. Our project pipeline is well filled, and the forthcoming auctions open up further attractive opportunities for us.”



Strong results in the first quarter of 2023: In the first quarter of 2023, RWE achieved an adjusted EBITDA (earnings before interest, taxes, depreciation and amortisation) of €2.8 billion at Group level, and an adjusted EBITDA of €2.3 billion in its core business. Earnings for the first three months are thus well up year on year. Adjusted net income rose to €1.7 billion.

The increase in earnings year-on-year is primarily due to higher earnings from international power generation in the Hydro/Biomass/Gas segment. In addition, the previous year's earnings were impacted by charges from sanctions on hard coal from Russia in the Supply & Trading segment. Furthermore, the additional generation capacities based on renewable energies contributed to the strong result.

The outlook for fiscal 2023 as a whole and the dividend target of €1.00 per share for the current fiscal year have been confirmed.

Business performance in the first quarter of 2023 by segment

Offshore Wind: Adjusted EBITDA in the Offshore Wind segment was €473 million, compared to €420 million in the first quarter of 2022. The increase in earnings is due to the commissioning of new capacities in the form of the Triton Knoll wind farm off the UK coast, and Kaskasi off the island of Heligoland.

Onshore Wind/Solar: Adjusted EBITDA in the Onshore Wind/Solar segment amounted to €247 million, compared to €318 million in the first quarter of 2022. The decline in earnings is mainly due to lower realised electricity prices. Additional earnings were recognised from the acquisition of Con Edison Clean Energy Businesses in the US which has been fully consolidated since 1 March 2023, and the commissioning of new wind and solar farms.

Hydro/Biomass/Gas: Adjusted EBITDA in the Hydro/Biomass/Gas segment increased in the first quarter of 2023 to €1,177 million compared to €263 million in the previous year. This is mainly the result of higher earnings from short-term optimisation of the dispatch of the international generation portfolio and higher generation margins.

Supply & Trading: At €289 million, adjusted EBITDA in this segment speaks to an excellent trading performance. This figure is markedly up on the previous year's figure of -€550 million and is due to the fact that in the first quarter of 2022 sanctions on coal deliveries from Russia led to an impairment of about €850 million.

Coal/Nuclear: Adjusted EBITDA in the Coal/Nuclear segment was €496 million, compared to €207 million year-on-year. This can be attributed mainly to higher margins. Electricity production was sold forward at higher prices than in the previous year. In addition, the Emsland nuclear power plant contributed to earnings until its shutdown on 15 April 2023.

RWE

Solid financial situation continues despite strong investment activity: As at the reporting date of 31 March 2023, RWE reported net debt of €5.7 billion. The company assumes that its leverage factor, which shows the ratio of net debt to adjusted EBITDA, will stay well below 3.0, which is the upper limit set by the company.

Key figures at a glance

€ million	Outlook 2023	January-March 2023	January-March 2022*
Adjusted EBITDA Offshore Wind	1,400-1,800	473	420
Adjusted EBITDA Onshore Wind/Solar	1,100-1,500	247	318
Adjusted EBITDA Hydro/Biomass/Gas	1,750-2,150	1,177	263
Adjusted EBITDA Supply & Trading	300-600	289	-550
Adjusted EBITDA Core business	4,800-5,400	2,302	406
Adjusted EBITDA Coal/Nuclear	800-1,200	496	207
Adjusted EBITDA Group	5,800-6,400	2,798	613
Adjusted EBIT	3,600-4,200	2,303	251
Adjusted net income	2,200-2,700	1,671	2

*Some prior-year figures restated, as in particular the impairment of around €850 million on contracts relating to hard coal purchases from Russia was initially considered in the non-operating result in the first quarter of 2022. This effect is now recognised in adjusted EBITDA.

For further enquiries: Stephanie Schunck
RWE AG
Director of Group Corporate
Communications & Public Affairs
T +49 (0) 201 5179-5177
M +49 (0) 162 26 555 88
E stephanie.schunck@rwe.com

Vera Buecker
RWE AG
Head of Media Relations
International & Finance
T +49 (0) 201 5179-5112
M +49 (0) 162 251 73 29
E vera.buecker@rwe.com

RWE

RWE is leading the way to a green energy world. With an extensive investment and growth strategy, the company will expand its powerful, green generation capacity to 50 gigawatts internationally by 2030. RWE is investing €50 billion gross for this purpose in this decade. The portfolio is based on offshore and onshore wind, solar, hydrogen, batteries, biomass and gas. RWE Supply & Trading provides tailored energy solutions for large customers. RWE has locations in the attractive markets of Europe, North America and the Asia-Pacific region. The company is responsibly phasing out nuclear energy and coal. Government-mandated phaseout roadmaps have been defined for both of these energy sources. RWE employs around 19,000 people worldwide and has a clear target: to get to net zero by 2040. On its way there, the company has set itself ambitious targets for all activities that cause greenhouse gas emissions. The Science Based Targets initiative has confirmed that these emission reduction targets are in line with the Paris Agreement. Very much in the spirit of the company's purpose: Our energy for a sustainable life.

Forward-looking statements

This press release contains forward-looking statements. These statements reflect the current views, expectations and assumptions of management, and are based on information currently available to management. Forward-looking statements do not guarantee the occurrence of future results and developments and are subject to known and unknown risks and uncertainties. Actual future results and developments may deviate materially from the expectations and assumptions expressed in this document due to various factors. These factors primarily include changes in the general economic and competitive environment. Furthermore, developments on financial markets and changes in currency exchange rates as well as changes in national and international laws, in particular in respect of fiscal regulation, and other factors influence the company's future results and developments. Neither the company nor any of its affiliates undertakes to update the statements contained in this press release.



Data Protection

The personal data processed in connection with the press releases will be processed in compliance with the legal data protection requirements. If you are not interested in continuing to receive the press release, please inform us at Datenschutz-kommunikation@rwe.com. Your data will then be deleted and you will not receive any further press releases from us in this regard. If you have any questions about our data protection policy or the exercise of your rights under the GDPR, please contact datenschutz@rwe.com.

