

Galp completes transaction with ACS, becomes Iberia's leading solar player

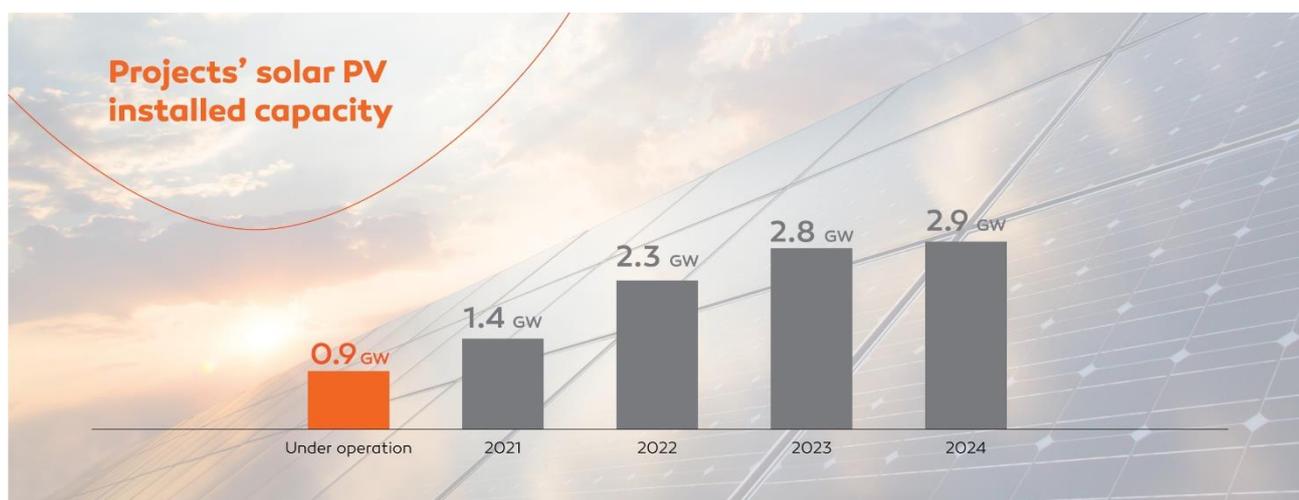
- **Galp acquired 75.01% of the target solar company, while ACS will keep 24.99%**
- **The portfolio comprises a total 2.9 GW of which 914 MW of recently commissioned assets and a pipeline with different stages of development**
- **Galp and ACS will continue to jointly identify efficient solutions to maximize the projects' generation capacity, exploring the potential of the premium locations**

Galp and ACS have completed the transaction for the creation of a joint venture (JV) to develop 2.9 GW of solar photovoltaic projects in Spain.

Galp acquired 75.01% of the target solar company, while ACS will keep 24.99%. A joint control governance structure has been set up and the stake will be booked in Galp's financial statements under the equity method.

Today's completion is the outcome of the January 22 agreement with ACS, subsequently amended, amongst others, to establish a JV between the two parties, as announced in July. All partner and authority approvals have now been received for this amended agreement.

The 2.9 GW portfolio incorporates a selection of high-quality projects spread across Spain. This includes 914 MW of recently commissioned assets and a pipeline with different stages of development.



Galp and ACS are committed to continue to identify efficient solutions to maximise the projects' generation capacity, exploring the potential of the premium locations. The development and construction of the portfolio will be made by Cobra, an ACS affiliate with a proven track record on solar developments.

PRESS RELEASE

Lisbon, 15 September, 2020



Today, Galp has paid €326 m to ACS for the stake acquisition and development costs associated with the portfolio. The target company currently has €434 m of non-recourse debt related with the operating assets, and the partners intend to project finance the remaining developments. The transaction considers an enterprise value of c.€2.2 bn related with the acquisition, development and construction of the entire portfolio (100%).

Carlos Gomes da Silva, Galp CEO

“The closing of this transaction represents a significant step towards our renewables business ambitions, establishing Galp as the largest solar operator in Iberia through the incorporation of a high-quality generation portfolio, and will be an important part of our energy transition path.”

Citigroup Global Markets and King & Wood Mallesons acted as financial and legal advisors, respectively.

About Galp

Galp is an energy company committed to the development of efficient and sustainable solutions in its operations and in the integrated offers to its customers. We create simple, flexible and competitive solutions for the energy or mobility needs of huge industries and small and medium sized businesses as well as the individual consumer. Our offer comprises various types of energy - electricity from renewable sources to natural gas and liquid fuel. As a producer, we operate in the extraction of oil and natural gas from reservoirs located miles below the sea surface and we are the largest Iberian producer of solar-based electricity. We contribute to the economic development of the 11 countries in which we operate and to the social progress of the communities that host us. We are, therefore, leaders in our sector in the world's main sustainability indices. Galp has 6360 employees. [More information available at www.galp.com](http://www.galp.com).

Galp

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