

Galp becomes largest Iberian solar power player

- **Galp agreed with the ACS Group to acquire, develop and build solar photovoltaic projects in Spain**
- **Transaction provides access to an installed capacity of 2.9 GW by 2023**
- **Acquisition accelerates renewables investment strategy, promoting the energy transition**

Galp reached an agreement with the ACS Group for the acquisition of projects for the generation of photovoltaic energy in Spain, thus becoming the main solar power producer in the Iberian Peninsula.

Assets include photovoltaic power plants under operation with an installed capacity of 900 MW. It also comprises projects under way or in the licensing stage to bring the total installed generating capacity to 2.9 GW by 2023, enough to supply the average consumption of 1.8 million households. They will also contribute to avoid the emission of an equivalent 87 million tons of CO₂.

“This is a major step in our commitment to move towards a low-carbon economy. This transaction underpins Galp’s standing as an integrated energy company, bolstering a competitive portfolio of renewables and new businesses as set forth in our strategic guidelines” highlights Carlos Gomes da Silva, Galp’s CEO.

The transaction, which includes the acquisition, development and construction of the projects, has a total value of €2.2 billion by 2023. Galp aims to finance the additional developments in the 2020-23 period through project finance and will look for possible partnership opportunities in the renewables sector.

The deal should be closed in the second quarter of 2020, subject to certain usual conditions. At that time, Galp is expected to make a payment of €450 million and to assume liabilities amounting to €430 million from the project finance for solar plants under operation.

“This acquisition allows the integration and development in partnership with a worldwide leader in project implementation of a state-of-the-art solar power portfolio that will speed-up our growth in the renewables sector and new business models,” said Susana Quintana-Plaza, Galp’s board member in charge of this business unit.

The transaction is in line with Galp’s strategic goal to allocate about 40% of its investment to business opportunities related to the energy transition. The company’s average annual net investment by 2022 remains within the committed range of between €1.0 billion and €1.2 billion per year.

About Galp

Galp is a publicly held, Portuguese-based energy company, with an international presence. We develop efficient and environmentally sustainable solutions throughout all stages of the energy sector’s value chain, in our

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operations as well as in the offering we provide to our clients, whether companies from all industries, or regular consumers looking for the most flexible and competitive solutions for their home and mobility needs. We prospect and extract oil and natural gas from reservoirs located miles underneath the oceans, but we also commit to dedicating 40% of our investment to projects that contribute to reduce global CO2 emissions, including renewable energy production. Our offerings combine all types of energy, from electricity to gas and liquid fuels. We also contribute to the economic development of the 11 countries where we operate and to the social progress of the communities that welcome us. Galp employs 6,360 people. For more information, check out www.galp.com.

Galp

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