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14 September 2015

NextEnergy Solar Fund Limited ("NESF" or the "Company")

Update on Net Asset Value and Proposed Equity Issue

Highlights

- Net asset value ("**NAV**") at 31 August 2015 of £243.9m (June 2015: £242.4m post adjustment for UK Summer Budget)
- NAV per Share increased to 101.5p (June 2015: 100.9p post adjustment for UK Summer Budget)
- All 18 previously announced acquisitions now completed. Second interim dividend for the year ended 31 March 2015 of 2.625p per Share was paid in July 2015
- Issue price of 103.3p per share (premium of c.1.75% to NAV) for the proposed issue of New Ordinary Shares announced on 7 September 2015 (the "**Proposed Equity Issue**")
- New Ordinary Shares issued pursuant to Proposed Equity Issue entitled to proposed first interim dividend of 3.125p per Share in respect of six months ending 30 September 2015 (expected to be paid in December 2015)

Further to the announcement released by the Company on 7 September 2015 regarding its proposed issue of equity, the Board is pleased to announce the Company's unaudited NAV as at 31 August 2015 and the issue price for the Proposed Equity Issue.

The Company's NAV increased to £243.9m at 31 August 2015, from £242.4 as at 31 June 2015 (taking into account the effects of the UK Summer Budget on the Company). The Company completed the acquisition of four additional, previously announced transactions and has valued them on a discounted cash flow basis for the purpose of the NAV at 31 August 2015. The Company has further reduced its

forward power price estimates as a result of updated analyses provided by its external market consultants.

The NAV per Share as at 31 August 2015 was 101.5p (30 June 2015: 100.9p post adjustment for UK Summer Budget).

The issue price for the Proposed Equity Issue is 103.3p, comprising the NAV per Share of 101.5p plus a premium of c.1.75% which will cover the issue costs.

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Notes to Editors:

NextEnergy Solar Fund (NESF)

NESF is a specialist investment company that invests in operating solar power plants in the UK. Its objective is to secure attractive shareholder returns through RPI-linked dividends and long-term capital growth. The Company achieves this by acquiring solar power plants on agricultural, industrial and commercial sites.

NESF has raised equity proceeds of £246.6m since its initial public offering on the main market of the London Stock Exchange in April 2014. Its existing credit facilities include a two-year revolving facility of £31.5m from Macquarie and a £22.7 million facility from NIBC.

NESF is differentiated by its access to NextEnergy Capital Group (NEC Group), its Investment Manager and Adviser are both part of the NEC Group, which has a strong track record in sourcing, acquiring and managing operating solar assets. WiseEnergy is NEC Group's specialist operating asset management division, providing solar asset management, monitoring and other services to over 1,200 utility-scale solar power plants with an installed capacity in excess of 1.5 GW.

Further information on *NESF*, *NEC Group* and *WiseEnergy* is available at www.nextenergysolarfund.com, www.nextenergycapital.com and www.wise-energy.eu.

Additional Important Notices

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Certain statements in this announcement are forward-looking statements which are based on the Company's expectations, intentions and projections regarding its future performance, anticipated events or trends and other matters that are not historical facts. These statements are not guarantees of future performance and are subject to known and unknown risks, uncertainties and other factors that could cause actual results to differ materially from those expressed or implied by such forward-looking statements. Given these risks and uncertainties, prospective investors are cautioned not to place undue reliance on forward-looking statements. Forward-looking statements speak only as of the date of such statements and, except as required by applicable law, the Company undertakes no obligation to update or revise publicly any forward-looking statements, whether as a result of new information, future events or otherwise. The information contained in this announcement is subject to change without notice and none of the Company, the Joint Bookrunners or the Sponsor assumes any responsibility or obligation to update publicly or review any of the forward-looking statements contained in this announcement.

The target dividends referred to in this announcement are targets only and not profit forecasts. There can be no assurance that these targets will be met and they should not be taken as an indication of the Company's expected or actual future results. Potential investors should not place any reliance on these targets and any investment decision should be made exclusively on the basis of the information in the Prospectus.

Past performance cannot be relied upon as a guide to future performance. The Company has a limited investment history and, for a variety of reasons, the comparability of the information on the Company's performance to date to its future performance is by its nature very limited. The Company's results may be positively or negatively affected by market conditions beyond its control. The price and value of the Shares and income from them may go down as well as up and investors may not get back the full amount invested on disposal of their Shares.

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In connection with the Issue, each of the Joint Bookrunners and any of their respective affiliates, acting as investors for their own accounts, may purchase New Ordinary Shares and in that capacity may retain, purchase, sell, offer to sell or otherwise deal for their own accounts in such Shares and other securities of the Company or related investments in connection with the Issue or otherwise. The Joint Bookrunners do not intend to disclose the extent of any such investment or transactions otherwise than in accordance with any legal or regulatory obligations to do so.