

QUARTERLY REPORT

JANUARY 1 –
SEPTEMBER 30, 2016

2016 Q3

PROFILE

CHORUS Clean Energy AG is not only an independent operator of solar and wind parks but a full service provider for investments in renewable energies. We currently operate over 90 plants located in seven European countries and manage a portfolio with a total installed capacity of more than 530 megawatts.

For professional investors, we offer attractive opportunities to invest in renewable energy plants. We cover the entire investment cycle: from asset sourcing to economic, technical and legal due diligence, commercial plant management as well as the controlling and monitoring of technical operations, right down to the sale of the plants.

“We transform clean energy into attractive returns”

KEY FIGURES

	9M 2016	9M 2015
in EUR millions		
Revenues	49.0	49.0
EBITDA	39.0	36.8
EBIT	20.7	20.3
Result for the period	8.3	10.0

	September 30, 2016	December 31, 2015
in EUR millions		
Equity	233.7	230.3
Total assets	750.5	609.2

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INFORMATION ON THE QUARTERLY RESULTS

This quarterly statement of results has been prepared in accordance with the Exchange Rules of the Frankfurt Stock Exchange as amended on November 12, 2015. This interim report does not contain complete interim financial statements within the meaning of International Accounting Standard (IAS) 34 and should therefore only be read in conjunction with the consolidated financial statements to December 31, 2015, and subsequent publications.

The quarterly figures concerning the net assets, financial position and results of operations are presented in accordance with the International Financial Reporting Standards (IFRS) as applicable in the European Union.

The accounting and measurement methods applied correspond to those used for the most recent end-of-year consolidated financial statements. Please consult the notes to the 2015 consolidated financial statements for a detailed description of the methods applied.

DEAR LADIES AND GENTLEMEN,

The past nine months have been both successful and eventful. During the reporting period, we expanded our portfolio of solar and wind parks by a considerable figure of around 230 megawatts (MW), taking the total capacity to more than 530 MW. We have increased the number of renewable energy plants managed by us from 72 to 94, with their locations now stretching across seven European countries. As a result, our Energy Generation segment performed strongly in the reporting period. We also managed to conduct further transactions in the Asset Management segment, particularly in the third quarter of 2016 – a section of the reporting period that was dominated by the takeover offer submitted by Capital Stage AG. With an overwhelming majority, the CHORUS shareholders took advantage of the share exchange opportunity, with more than 94 percent voting to accept the offer. Together with our new majority shareholder Capital Stage, we have grown to become one of the leading independent power producers (IPPs) in the field of renewable energies in Europe.

In the joint company formed with Capital Stage following the successful takeover offer, our company's contribution is led by the Asset Management segment for institutional clients, which we expanded continually during the reporting period. At the start of July 2016, for instance, we acquired a solar park connected to the grid on behalf of two German pension funds. The facilities in Rüdersdorf, Brandenburg (Germany), supplement the previously acquired solar parks in Thuringia (Germany) and Italy, as well as the wind park in Lower Saxony (Germany), to form a balanced portfolio for these institutional clients.

July also saw us add a large solar and wind park portfolio with a total capacity of around 86 MW thanks to the takeover of operating company Prime Renewables GmbH (PRG). The sites are spread across five European countries, including Sweden and the UK – two countries in which we were not previously represented. CHORUS has taken over the management of the PRG (now CHORUS IPP Europe GmbH) portfolio, which is primarily funded by institutional investors.

We further strengthened our Asset Management segment by the end of September. Hamburger Lloyd Funds AG, for example, has entrusted us with the management of two wind parks in Germany and Scotland with a total capacity of around 25 MW. At the end of September, we were also awarded a contract to develop a portfolio of renewable energy plants by a major German pension fund. Using funds from this capital commitment, we have already taken over a wind park in the district of Jerichower Land in Saxony-Anhalt (Germany) with a total capacity of 18.8 MW. The portfolio will be expanded further in the 2017 financial year. Overall, we believe that CHORUS is on its expected growth trajectory, not least due to the positive developments in the Asset Management segment.

Our enlarged portfolio, which comprises our own plants and those we manage for third parties, generated just under 550,000 megawatt hours of clean energy during the reporting period. Compared with the first nine months of 2015, this corresponds to an increase of around 90 percent. This means that more than 330,000 tonnes of environmentally damaging CO₂ emissions were avoided between the beginning of January and the end of September 2016.

Revenue came in at EUR 49.0 million in the first nine months of 2016 and was therefore on a par with the level of the prior-year period. In particular, the low levels of wind compared to the long-term average and the sale of two solar parks in Italy to an institutional client at the start of the year more or less offset the positive revenue effects arising from the expansion of the portfolio. Our operating result (EBITDA) still increased by 5 percent compared to the prior-year period to around EUR 39.0 million. The EBITDA margin improved by 5 percentage points as compared with the same period last year to around 79 percent.

We would like to thank you for the trust you have shown in us during the reporting period and in connection with the merger with Capital Stage. Together with our majority shareholder Capital Stage, we are in an excellent position to seize the opportunities that are open to us on the renewable energies market and to continue our successful growth trajectory.

Neubiberg/Munich, November 2016

Management Board



Helmut Horst



Heinz Jarothe



Karsten Mieth

INTERIM MANAGEMENT REPORT

FOR THE THIRD QUARTER OF 2016

1 BUSINESS OPERATIONS

1.1 BUSINESS MODEL

CHORUS is a renowned operator of solar and wind parks and a full service provider for investments in the field of renewable energy. As at November 30, 2016, we currently manage a portfolio with a total capacity of more than 530 megawatts (MW), distributed across 94 facilities in seven European countries. We offer institutional investors attractive opportunities to invest in renewable energy. We cover the entire investment cycle: From asset sourcing and economic, technical and legal due diligence to commercial plant management as well as the control and monitoring of technical operations management to the sale of individual plants.

Our full portfolio (CHORUS's own plants and those it manages for third parties) generated a total of 549,380 MWh of clean energy in the first nine months of 2016 (9M 2015: 293,952 MWh). Driven by the acquisition of in-house and managed parks, this equates to an increase of almost 90 percent compared with the previous year. This means that more than 330,000 tons of environmentally damaging CO₂ emissions were avoided in the first nine months of 2016.

2 MACROECONOMIC AND INDUSTRY-SPECIFIC CONDITIONS

2.1 GLOBAL ECONOMIC GROWTH STAYS AT PREVIOUS YEAR'S LEVEL

The conditions in the global economy remain affected by many uncertainties. In addition to geopolitical tensions, the results of the British Brexit referendum and the US presidential election particularly caused further uncertainty on the markets. As a result, global economic development did not change significantly and, according to current calculations, has stood firm at approximately the level of the previous year. The International Monetary Fund (IMF) forecasts growth of 3.1 percent (2015: 3.1 percent) for the global economy in 2016. While the forecast figures improved slightly for most developed economies or at least remained stable, expectations for growth in the United States corrected down by 0.6 percentage points in relation to the IMF forecast from July 2016. In contrast, growth forecasts for the European Economic Area and Germany specifically increased slightly due to strong domestic economic development. The greatest cause for uncertainty in Europe is still the unknown effects of the United Kingdom's departure

from the European Union. The IMF now expects growth of 1.7 percent for the German economy, leaving the IMF slightly below the expectations of the German federal government, which forecasts economic growth of 1.8 percent for 2016.

Due to the continued weak economic development, the US Federal Reserve and the European Central Bank (ECB) did not adjust their prime interest rates in the third quarter of 2016. On the other hand, the Bank of England reduced its prime rate from 0.5 to 0.25 percent in light of the increasing stagnation of economic development in the United Kingdom. For the most part, monetary policy therefore remained expansive.

Until now, the hope for more dynamic economic development in the United States and the expectation of a moderate departure from the zero-interest-rate policy had given some tailwind to the US dollar. However, the results of the US presidential election applied the brakes a bit for the US dollar. The continued development of the US currency is now dependent upon which actual economic decisions the new US president makes and which measures he takes. The British pound also experienced a significant drop in value following the Brexit referendum from which it still has not recovered. It remains to be seen which effects the planned withdrawal from the EU will have on the economy of the United Kingdom.

2.3 RENEWABLE ENERGIES STILL A GROWTH MARKET

CHORUS is only active within Europe. The current portfolio is focused mainly on Germany, which accounts for more than 50 percent of nominal capacity. According to figures published by Bloomberg New Energy Finance (BNEF), USD 158.8 billion (EUR 142.3 billion) was invested in renewable energies and energy-efficient technologies across the globe in the first nine months of the year, which represents a decline of 19.8 percent compared with the prior-year period. BNEF analysts are almost certain that the investment volume for the year as a whole will be down sharply on 2015. In particular, investment is slowing down in China, Japan and the United States following the record levels witnessed in the previous year. Europe, on the other hand, remains stable, recording a slight drop of just five percent compared with the previous-year period. Germany, in particular, bucked this negative trend, with investments 31 percent higher than in the third quarter of the previous year.

CHORUS's operations benefit from feed-in tariffs granted by the respective governments and reliable statutory framework conditions. State subsidy programs are of central importance for generating electricity from renewable energy and therefore for the financial position of CHORUS.

In the reporting period from January 1, 2016, to September 30, 2016, there have been no significant changes to the underlying conditions for renewable energies described in detail in the 2015 consolidated management report and the 2016 half-year report in respect of the relevant core markets of CHORUS.

3 COURSE OF BUSINESS

3.1 SALE OF THE ITALIAN IDEA AND RASENA PROJECTS

Effective as of January 1, 2016, Idea Energy SAS di CHORUS Solar Toscana 5 Srl & C. and Rasena Solare SAS di CHORUS Solar Toscana 5. Srl & C. were sold as planned to two German pension funds and are no longer included in the consolidated financial statements. The management of these sites continues to be provided by CHORUS as part of its Asset Management activities. The resulting deconsolidation gains from the sale of the companies amount to EUR 272 thousand and were recognized in the consolidated statement of comprehensive income. The assets and liabilities of the two companies were recognized as held for sale as of December 31, 2015.

3.2 EXPANSION OF THE GERMAN WIND PARK PORTFOLIO

As of March 31, 2016, CHORUS acquired CHORUS Wind Amöneburg GmbH & Co. KG (Hesse) and CHORUS Wind Zellertal GmbH & Co. KG (Rhineland-Palatinate) with a total capacity of more than 18 MW. All facilities went into operation by April 2016 and are expected to contribute more than EUR 4.5 million to Group revenues in their first full year of operation. As part of initial consolidation, negative differences of EUR 81 thousand for the Amöneburg wind park and EUR 307 thousand for the Zellertal wind park were recorded in other operating income. The Amöneburg wind park holds interests in one infrastructure company (Infrastruktur Amöneburg-Roßdorf GmbH & Co. KG, headquartered in Wörrstadt). With a 71.43 percent share of voting rights, this company is also fully consolidated. The Zellertal wind park holds 44 percent of the shares in the infrastructure company juwi Wind Germany 129 GmbH & Co. KG, headquartered in Reutlingen, which is treated as an associated company according to the equity method.

3.3 ACQUISITION OF HÜRTH WIND PARK IN GERMANY

On May 12, 2016, CHORUS acquired CHORUS Wind Hürth GmbH & Co. KG from Energiekontor, with a total capacity of 8.55 MW. The park also went into operation in May 2016. It is anticipated that the wind park will contribute around EUR 1.5 million to Group revenues in the first full year of operation. Other Group income contains a negative difference of EUR 585 thousand arising from the initial consolidation of the Hürth wind park.

3.4 CHORUS ACQUIRES LARGEST WIND PARK PORTFOLIO IN ITS HISTORY IN FRANCE

With the acquisition of the portfolio of four wind parks in France in June 2016, CHORUS can now considerably expand its presence in the French market. With a total investment volume of around EUR 120 million and a total capacity of more than 62 MW, the acquisition of the portfolio is the largest transaction in CHORUS's company history. The Marsais 1 and 2 projects went into operation in mid-2015, while the Glenay and Maisontiers projects went online in the third quarter of 2016. In total, the parks are anticipated to contribute around EUR 15 million a year to Group revenues. All four wind parks will be included in the consolidated financial statements for the first time as of September 30, 2016. With the exception of the provisional negative difference of EUR 794 thousand recorded in other operating income, they therefore do not make an earnings contribution for this reporting period. The negative difference currently recorded may change following the final purchase price settlement. The earnings of this portfolio will start being included in Group results in October.

3.5 CHORUS STRENGTHENS ASSET MANAGEMENT BUSINESS BY TAKING OVER PRIME RENEWABLES GMBH

On July 20, 2016, CHORUS took over Prime Renewables GmbH, Frankfurt, from Prime Capital AG, Frankfurt. The company headquarters has since been moved to Neubiberg near Munich and the company name changed to CHORUS IPP Europe GmbH. With this transaction, the managed portfolio is expanded by a good 86 MW. The company's portfolio includes renewable energy parks in five European countries, giving CHORUS access to the markets of Sweden and the UK. While the company is largely financed by institutional investors, CHORUS is responsible for portfolio management. Alongside interests in CHORUS IPP Europe GmbH, which are recorded as financial investments at equity, the takeover also included profit-participation rights (EUR 1,752 thousand)

and a service agreement relating to portfolio management by CHORUS Clean Energy AG (EUR 6,588 thousand). The profit-participation rights constitute financial instruments in the “available for sale” category. Subsequent measurement will be performed under other comprehensive income and therefore recognized directly in equity. The service agreement is recognized as an intangible asset and amortized over its contractual term.

3.6 MANAGEMENT TAKEOVER AT TWO WIND PARKS IN GERMANY AND SCOTLAND

With the acquisition of the companies Windpark Breberen GmbH, Gangel, Lloyd Fonds Energy Commercial Services GmbH, Hamburg, Lloyd Fonds Energie Europa Verwaltungs GmbH, Hamburg, and Lloyd Fonds Energy Management GmbH, Hamburg, CHORUS took over the management of two wind parks in Germany and Scotland from Lloyd Fonds AG, Hamburg, on August 18, 2016. With the exception of Windpark Breberen GmbH, the headquarters of the remaining companies have since been moved to Neubiberg near Munich and they have been renamed as follows: Windpark Lairg Services GmbH, Windpark Lairg Verwaltungs GmbH and Windpark Lairg Management GmbH. With this transaction, the nominal capacity of the total managed portfolio increased by about 25 MW. All management companies are included in the consolidated financial statements as part of full consolidation. This acquisitions are not shown as business combinations within the meaning of IFRS 3, but instead constitute the acquisition of assets. Therefore, no purchase price allocation has been carried out. Any differences between the acquired equity of the companies and the purchase price paid have been allocated to the intangible assets acquired and capitalized (EUR 316 thousand in total). Furthermore, the service agreement for the Breberen wind park was acquired by CHORUS Clean Energy AG as part of the transaction and included in the consolidated financial statements as an intangible asset (EUR 229 thousand). It will be amortized over the corresponding term.

3.7 FURTHER TRANSACTIONS IN THE REPORTING PERIOD

On June 30, 2016, the remaining 11.4 percent interest in CHORUS CleanTech GmbH & Co. Solarpark Warrenzin KG was acquired, effective as of January 1, 2016. Since then, CHORUS has held all limited partner shares in CHORUS CleanTech GmbH & Co. Solarpark Warrenzin KG.

In the second quarter of 2016, CHORUS CleanTech Portfolio Alpha GmbH was merged with CHORUS Clean Energy AG.

Furthermore, CHORUS acquired the remaining 60 percent interest in CHORUS Clean Energy Verwaltungs GmbH in September 2016. Therefore, CHORUS holds all shares in this company as of the reporting date. Owing to the exercising of management functions, the company was already controlled and fully consolidated. Recognition of minority interests will therefore no longer be made in equity as of September 30, 2016.

On behalf of institutional investors, the Rüdersdorf solar park in Brandenburg with a nominal capacity of 3.3 MW was taken over in July 2016 and the Parey wind park in Saxony-Anhalt with a capacity of 18.8 MW was taken over in September 2016. These transactions strengthen the Asset Management segment.

4 DEVELOPMENT OF SEGMENTS

How much electricity the solar parks generate is largely dependent on the amount of solar radiation the solar park site receives. Since the shorter days of the winter months result in lower solar radiation, the electricity generation of the solar parks fluctuates with the seasons. For this reason, the electricity generated by the solar park portfolio is greatest during the second and third quarters of the year – during the summer months of the northern hemisphere, with their longer periods of daylight. In contrast to this, the wind parks generally perform best during the first and fourth quarters of the year.

Revenue is primarily dependent on the amount of electricity generated. The output of the solar and wind parks in the first nine months of 2016 totaled 252,155 MWh. 38 percent of the electricity generated is attributable to the solar parks in Germany and 21 percent is attributable to solar parks in Italy. 41 percent of the electricity generated was produced by the wind parks, of which 21 percent from those in Germany, 13 percent in France and 7 percent in Austria.

In Asset Management, revenue was generated from the ongoing management of existing parks in the CHORUS portfolio and from project structuring during the first nine months of 2016. In addition, the managed portfolio has been significantly expanded during the course of the year, particularly due to the takeover of CHORUS IPP Europe GmbH, including the service agreement.

5 DESCRIPTION OF THE GROUP'S NET ASSETS, FINANCIAL POSITION AND RESULT OF OPERATIONS

5.1 RESULT OF OPERATIONS

Revenue remained more or less on a par with the previous year's level at EUR 49,047 thousand (previous year: EUR 48,984 thousand). The slight gain is due to increased revenues connected with the acquisition of wind parks. These have been more or less completely balanced out by less windy weather, the sale of two Italian parks at the start of the year and a decline in revenues from the Asset Management segment. While revenues generated by the solar parks were down 5.7 percent, we recorded a strong increase of 82.8 percent in revenues generated by wind parks. The proportion of our total revenue accounted for by wind parks increased from 8.3 percent to 15.2 percent as compared with the previous year.

Other income mainly contains recharges and income from business combinations, and increased by EUR 2,472 thousand – from EUR 933 thousand in the first nine months of 2015 to EUR 3,405 thousand in the first nine months of 2016. This is particularly due to the recognition of the negative difference from the first-time consolidation of the acquired wind parks, as well as the deconsolidation gains from the sale of the two Italian solar parks at the start of 2016.

Personnel costs increased in the first nine months of 2016 from EUR 1,604 thousand in 2015 to EUR 2,411 thousand, which corresponds to an increase of around 50 percent. This change is attributable to the increased number of employees compared to the previous year, as well as the provisions established on a pro rata basis during the nine-month period for bonus entitlements relating to the financial year as a whole.

Other expenses chiefly comprise the operational costs of solar and wind parks, as well as administration expenses. They amounted to EUR 11,074 thousand as of the end of the third quarter of 2016 (prior-year period: EUR 11,544 thousand). Despite additional operational costs for newly acquired wind parks, operational costs declined overall, which is primarily due to the elimination of the one-off charge caused by the IPO that impacted the 2015 result. The reduction was mainly due to the elimination of costs for the IPO, which impacted the result in 2015. Additionally, operational costs for the existing parks were lower than in the previous year due to decreased electricity generation in the first nine months of 2016. This was countered by operating expenses for the newly acquired wind parks.

Earnings before interest, taxes, depreciation and amortization (EBITDA) amounted to EUR 38,967 thousand in the first nine months of 2016 (9M 2015: EUR 36,769 thousand). The EBITDA margin was 79 percent (9M 2015: 74 percent).

Amortization expenses mainly relate to scheduled amortizations on solar and wind parks and amounted to EUR 18,228 thousand as of the third quarter of 2016 (9M 2015: EUR 16,505 thousand). As a result of the newly acquired facilities, this figure is above the previous year's level.

As a result, the CHORUS Group posted earnings before interest and taxes (EBIT) of EUR 20,739 thousand as of September 30, 2016 (9M 2015: EUR 20,264 thousand), corresponding to an EBIT margin of 42 percent (9M 2015: 41 percent).

The financial result dropped from EUR –5,407 thousand in the first nine months of 2015 to EUR –9,110 thousand in the first nine months of 2016. One key component of the financial result was the recognized finance expenses of EUR 7,565 thousand (9M 2015: EUR 7,033 thousand), which mainly relate to the debt financing of the solar and wind parks and are higher than the previous year as a result of acquisitions. The valuation of interest rate swaps on the cut-off date, which led to a non-cash interest expense of EUR 1,831 thousand, played a major role in the significant decrease in the financial result as compared to the previous year. In the previous year, the interest rate swaps had a positive effect for CHORUS, with interest income of EUR 1,493 thousand.

The EBT margin for the first nine months of 2016 was 24 percent (9M 2015: 30 percent) with earnings before taxes (EBT) of EUR 11,629 thousand (9M 2015: EUR 14,857 thousand). The decrease of EUR 3,228 thousand as compared with the previous year was largely due to the effects of the interest rate swap valuation described above (EUR –3,324 thousand).

Income tax expenses of EUR 3,289 thousand were recognized in the first nine months of 2016 as compared to EUR 4,881 thousand in the previous year.

The net result for the first nine months of 2016 was EUR 8,340 thousand (9M 2015: EUR 9,976 thousand), which corresponds to a margin of 17 percent (9M 2015: 20 percent).

Total comprehensive income of EUR 8,329 thousand (9M 2015: EUR 10,500 thousand) comprises other comprehensive income of EUR –11 thousand (9M 2015: EUR 524 thousand) alongside the surplus for the reporting period. This resulted from the change in market value for financial assets available for sale after taxes.

Earnings per share amount to EUR 0.30 in the reporting period (9M 2015: EUR 0.57). Since the earnings per share for both years refer to a different number of ordinary shares outstanding (2016: 27,704,950 shares; 2015: 17,448,539 shares), the data is not directly comparable.

5.2 NET ASSETS

The equity attributable to the owners of CHORUS Clean Energy AG increased by EUR 3,344 thousand – from EUR 230,324 thousand as of December 31, 2015, to EUR 233,668 thousand as of September 30, 2016. This increase is primarily due to the fact that the recorded net result for the period, of EUR 8,340 thousand, considerably exceeds the dividend payout in the second quarter of 2016 (EUR 4,987 thousand). Driven by the increase in total assets, the equity ratio thus amounted to 31 percent (38 percent as of December 31, 2015).

Non-current assets totaled EUR 672,362 thousand as of September 30, 2016, and therefore were 44 percent higher than as of December 31, 2015 (EUR 467,214 thousand).

Intangible assets and goodwill rose considerably (EUR 79,422 thousand) from EUR 170,642 thousand to EUR 250,064 thousand. This increase relates primarily to additions to intangible assets as part of business combinations (EUR 79,976 thousand), as well as acquired agreements and other project rights (EUR 7,133 thousand), and is counteracted by scheduled amortization, particularly in relation to beneficial project rights, of EUR 7,263 thousand.

Property, plant and equipment increased by EUR 125,099 thousand from EUR 273,147 thousand to EUR 398,246 thousand. This rise of 46 percent is primarily due to the acquisition of wind parks (EUR 118,994 thousand) and the addition of the wind parks following initial consolidation (EUR 11,213 thousand). This was countered by a reduction in property, plant and equipment due to depreciation and amortization.

Current assets amounted to EUR 78,125 thousand as of September 30, 2016, and therefore were EUR 63,831 thousand lower than on December 31, 2015 (EUR 141,956 thousand).

Trade receivables increased by EUR 3,973 thousand. This increase was largely due to typical seasonal fluctuations, particularly in the solar parks, as well as the acquisition of the new companies. Current financial and non-financial assets increased by EUR 1,429 thousand, which was mainly due to the increase in receivables vis-à-vis the tax authorities.

Liquid funds decreased by EUR 64,438 thousand – from EUR 114,728 thousand as of December 31, 2015, to EUR 50,290 thousand as of September 30, 2016, which is primarily attributable to the investments made during the reporting period. For more information about this decrease, please refer to the Notes to the Financial Position.

Assets held for sale are no longer listed as of September 30, 2016, due to the sale of the solar parks affected.

The rise in non-current liabilities from EUR 324,135 thousand as of December 31, 2015, to EUR 440,694 thousand as of September 30, 2016, is due chiefly to the increase in non-current financial liabilities. This resulted from the project financing at market conditions related to the purchases of the wind parks. Additionally, upon completion of the Zagersdorf, Amöneburg, Zellertal and Hürth wind parks, the loans for the parks had already been paid out in full. The increase of EUR 116,559 thousand corresponds to 36 percent. Non-current provisions for dismantling costs also increased by EUR 6,135 thousand as compared with the end of 2015 due to the acquisitions and interest rate development.

As at September 30, 2016, the Group had non-current bank loans and lease liabilities as well as obligations from derivatives transactions of EUR 398,702 thousand (December 31, 2015: EUR 312,894 thousand). All loan agreements are non-recourse loans, meaning that the liability is limited to the parks. The increase in loans is mainly due to the acquisition of the wind parks and the further provision of project financing for projects still under construction. Counter to this was the reduction in liabilities due to repayments and the sale of the Italian solar parks. The obligations from derivatives transactions increased by EUR 1,898 thousand – from EUR 7,775 thousand to EUR 9,673 thousand – as a result of remeasurement at the reporting date.

Current liabilities increased by EUR 21,425 thousand, or 25 percent, from EUR 54,700 thousand to EUR 76,125 thousand. This increase mainly results from the growth in trade payables due to the company acquisitions and is counteracted by a fall in liabilities in connection with assets held for sale.

Total assets amounted to EUR 750,487 thousand as of September 30, 2016, and were therefore 23 percent higher than on December 31, 2015 (EUR 609,170 thousand).

5.3 FINANCIAL POSITION

The change in cash and cash equivalents amounted to EUR -68,627 thousand in the reporting period (9M 2015: EUR 791 thousand) and comprised the following elements:

In the first nine months of 2016, CHORUS generated a significant cash flow from its operating activities of EUR 36,084 thousand (9M 2015: EUR 32,574 thousand) that is mainly attributable to the operation of solar and wind parks. As a result of the acquisitions and the elimination of costs for the IPO, operative cash flow was significantly up on the previous year.

The cash flow from investment activities of EUR -72,827 thousand (9M 2015: EUR -3,987 thousand) primarily relates to the acquisition of subsidiaries. In total, liquid funds of EUR 54,801 thousand were invested in the wind park portfolio in France and the Amöneburg, Zellertal and Hürth projects in Germany. Investments in property, plant and equipment and in intangible assets amounted to EUR 14,365 thousand in the reporting period (9M 2015: EUR 69 thousand). Investments of EUR 8,906 thousand were also made in financial assets. These mainly relate to the acquisition of CHORUS IPP Europe GmbH and the agreements acquired under the scope of this transaction. This was countered by the sale in the first half of 2015 of the acquired and temporarily held 35 percent stake in a wind park's limited partnership and a shareholder loan, which had a positive effect on the cash flow from investment activities (EUR 3,890 thousand). A cash inflow of EUR 1,312 thousand resulted from the sale of the Italian solar parks.

The cash flow from financing activities totaled EUR -31,885 thousand (9M 2015: EUR -27,795 thousand) and is mainly related to repayments and interest payments made on existing loans and liabilities from finance leases. Counter to this, liquid funds of EUR 6,231 thousand were paid out in the first nine months of 2016 for plants under construction under the terms of the completed project financing. This figure also reflects dividend payments made to the shareholders of CHORUS Clean Energy AG in the amount of EUR 4,987 thousand.

CHORUS was able to meet all of its payment obligations on schedule.

6 EVENTS AFTER THE REPORTING DATE

With the registration of the capital increase at majority shareholder Capital Stage AG, the CEO of CHORUS was appointed to the Management Board of Capital Stage AG as COO. He therefore stepped down from the Management Board of CHORUS on October 19, 2016. At the same time, Management Board member Heinz Jarothe announced that he will be stepping down for personal reasons as of the end of the year. Therefore, the future Management Board of CHORUS Clean Energy AG will comprise Helmut Horst and Karsten Mieth. Supervisory Board members Peter Heidecker and Christine Scheel have stepped down from their positions at CHORUS and have moved to the Supervisory Board of Capital Stage AG with immediate effect. With the entry in the commercial register dated November 16, 2016, the Supervisory Board of CHORUS Clean Energy AG comprises the existing member Dr. Heinrich Riederer and two members of the Management Board of Capital Stage AG: Holger Götze and Dr. Christoph Husmann.

CHORUS is not aware of any other events after the reporting date that would have impacted on its performance.

7 OPPORTUNITIES AND RISK REPORT

As of September 30, 2016, CHORUS maintained an appropriate risk management system in view of the Group's size and operating activities. The existing structures ensure the timely recognition of relevant opportunities and risks. CHORUS is constantly improving the established processes of its risk management system to meet the increased requirements following its IPO. Currently, the Management Board of CHORUS Clean Energy AG is not aware of any risks that would endanger the Company's continued existence.

For further details, please see the 2015 Annual Report, which contains a detailed description of the Group's opportunities and risks as well as its risk management system. No notable changes have occurred in the interim.

8 OUTLOOK REPORT

8.1 MODERATE GROWTH IN THE GLOBAL ECONOMY

In light of the continued uncertainty, the IMF forecasts only slight growth in economic activity in 2017. Altogether, the IMF projects growth in 2017 of 3.4 percent (2016: 3.1 percent). For Europe, the IMF even forecasts a slight weakening of economic development from 1.7 percent this year down to 1.5 percent. According to the forecasts of the IMF, the German economy is also expected to grow more slowly in the coming year at 1.4 percent (2016: 1.7 percent).

This means that the growth rates in the coming year will likely remain modest, and in Europe even possibly weaken slightly. As a result, the central banks see no significant reasons to adjust the current course of an expansive monetary policy for the beginning of 2017.

The upturn in the US economy expected in 2017 by the IMF could help the US dollar strengthen once again with respect to the euro. The most recent drops in the value of the US dollar in relation to the euro stemming from the results of the US presidential election are not expected to be long-term effects. Nevertheless, uncertainties regarding the future economic policy direction of the United States remain under the new president, Donald Trump.

9 RENEWABLE ENERGY REMAINS A WORLDWIDE MEGATREND

The expansion of renewable energies continues to go from strength to strength around the world, the aim being to achieve secure, sustainable and climate-friendly energy supply.

Various international treaties as well as national expansion targets provide a framework for the further development of renewable energies. In the EU, for example, 27 percent of total energy consumed should stem from renewable sources by 2030. Sustainable and climate-friendly energy policies are also gaining ground in emerging nations and NICs.

Solar Power Europe (SPE), the successor of the European Photovoltaic Industry Association (EPIA), expects that overall global photovoltaic generation capacity will increase sharply over the next few years. In its "optimistic scenario", SPE anticipates that global generation capacity will climb to 540 GW by 2019. In its "pessimistic scenario", it predicts that this figure will rise to just under 400 GW.

The wind power sector will also witness significant expansion over the next few years.

According to the forecast of the Global Wind Energy Council (Global Wind Energy Outlook 2016), generation capacity in the wind energy sector may have already exceeded 2,000 GW by 2030, meaning it would be responsible for some 20 percent of global electricity generation. In 2015, global installed capacity in the wind power sector totalled around 433 GW; during 2016, this number may have increased by some 60 GW based on the expectations of the Global Wind Energy Council.

9.1 OUTLOOK FOR CHORUS

For the current fiscal year, CHORUS expects to see moderate growth in revenue, EBITDA and EBIT, although this will mainly be reflected in the electricity generated from the wind energy segment. Since the consolidation of the newly acquired companies will take place during the year, the results in the coming fiscal year will be higher than for 2016. In the fourth quarter of the current fiscal year, earnings will be depressed by expenses incurred in connection with the takeover of the company by Capital Stage AG, Hamburg.

For further details on the outlook report, please see the information in the 2015 Annual Report, which can be found on the CHORUS website in the Investor Relations section.

Building on the positive performance from the 2015 fiscal year, the CHORUS Group has remained on a solid course through the first nine months of 2016. In an overall economic environment that remains challenging, we hold a positive assessment of the development of the fiscal year 2016 so far and the economic situation of the CHORUS Group.

With the strategic purchases of the new wind parks, CHORUS was able to further enhance its already robust market position, particularly in the field of energy generation. With the acquisition of the French wind park portfolio in particular, most of the funds arising from the IPO in October 2015 have been invested. Due to the time of consolidation, the positive effects from the acquisitions will be particularly visible in the Group from 2017 onwards. Together with the investments in Asset Management, we believe that CHORUS is on track for further growth in line with predictions.

10 OTHER NOTES

10.1 EMPLOYEES

The number of employees at the CHORUS Group rose in the first nine months of the 2016 fiscal year. As at September 30, 2016, 36 employees were working in management and administration at CHORUS AG in Neubiberg in addition to three apprentices. Compared to the previous year (31 employees as of September 30, 2015), this figure rose by five employees, or 18 percent.

This growth is mainly due to the successful management of the Company, the expected growth resulting from the capital market activities and the overall positive business development.

10.2 DIVIDEND

The Annual General Meeting on June 22, 2016, agreed to the payout of a dividend of EUR 0.18 per share, resulting in a total payment of EUR 4,987 thousand. The dividend is tax-free pursuant to Section 27 (1) of the KStG. According to the resolution of the Annual General Meeting, the balance sheet profit for the 2015 financial year was used to pay the dividends. The payment of cash dividends occurred as planned on June 23, 2016.

10.3 DISCLOSURE OBLIGATIONS

Disclosures pursuant to Section 21 (1) or (1a) of the WpHG can be read on the Group's website at <http://www.chorus.de/en/investor-relations/news/voting-rights-notifications/>.

10.4 TAKEOVER BY CAPITAL STAGE AG

On May 30, 2016, Capital Stage AG, Hamburg, decided to tender a share exchange offer to the shareholders of CHORUS Clean Energy AG. The acceptance period for this offer (including the extended deadline) ended on October 5, 2016. Since the expiry of the acceptance period on this date, Capital Stage AG has held 94.42 percent of CHORUS shares and is therefore the majority shareholder. As before, the remaining shares are in free float. The takeover offer was accepted by the CHORUS shareholders with an overwhelming majority. The combined company will be one of the leading independent operators of solar and wind parks in Europe.

CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

FOR THE PERIOD FROM JANUARY 1 TO SEPTEMBER 30, 2016

in EUR thousands	9M 2016	9M 2015	Q3 2016	Q3 2015
Revenue	49,047	48,984	19,602	18,129
Other income	3,405	933	1,288	406
Personnel costs	-2,411	-1,604	-1,176	-584
Other expenses	-11,074	-11,544	-4,299	-3,469
Earnings before interest, taxes, depreciation and amortization (EBITDA)	38,967	36,769	15,415	14,482
Depreciation and amortization	-18,228	-16,505	-6,432	-5,565
Earnings before interest and taxes (EBIT)	20,739	20,264	8,983	8,917
Result for financial investments at equity	0	0	-15	0
Financial income	286	133	29	42
Financial expenses	-7,565	-7,033	-2,642	-2,285
Result from the measurement of interest rate swaps	-1,831	1,493	-23	-525
Financial result	-9,110	-5,407	-2,651	-2,768
Earnings before taxes (EBT)	11,629	14,857	6,332	6,149
Income taxes	-3,289	-4,881	-2,052	-1,815
Result for the reporting period	8,340	9,976	4,280	4,334
Other comprehensive income				
Items that will be reclassified to profit or loss in the future				
Change in market value for financial assets available for sale	-15	704	-3	313
Tax effect	4	-180	1	-80
Other comprehensive income after taxes	-11	524	-2	233
Total comprehensive income	8,329	10,500	4,278	4,567
Result for the reporting period	8,340	9,976	4,280	4,334
Attributable to the owners of CHORUS Clean Energy AG	8,342	9,976	4,280	4,334
Non-controlling interests	-2	0	0	0
Total comprehensive income	8,329	10,500	4,278	4,567
Attributable to the owners of CHORUS Clean Energy AG	8,331	10,500	4,278	4,567
Non-controlling interests	-2	0	0	0
Earnings per share (EUR)				
Basic earnings per share (EUR)	0.30	0.57	0.15	0.25
Diluted earnings per share (EUR)	0.30	0.57	0.15	0.25

CONSOLIDATED STATEMENTS OF FINANCIAL POSITION

AS OF SEPTEMBER 30, 2016

ASSETS	September 30, 2016	December 31, 2015
in EUR thousands		
A) Non-current assets	672,362	467,214
Intangible assets and goodwill	250,064	170,642
Property, plant and equipment	398,246	273,147
Financial investments at equity	752	585
Non-current financial assets	7,631	5,761
Deferred tax assets	15,669	17,079
B) Current assets	78,125	141,956
Trade receivables	12,596	8,623
Income tax receivables	451	407
Current financial assets	1,133	4,827
Current non-financial assets	13,655	8,532
Liquid funds:	50,290	114,728
Cash and cash equivalents	32,401	101,028
Restricted cash and cash equivalents	17,889	13,700
Assets held for sale	0	4,839
Total assets	750,487	609,170

EQUITY AND LIABILITIES

in EUR thousands

	September 30, 2016	December 31, 2015
A) Total equity	233,668	230,335
Share capital	27,705	27,705
Capital reserve	190,700	190,700
Accumulated other comprehensive income	732	743
Retained earnings	14,531	11,176
Equity attributable to the owners of CHORUS Clean Energy AG	233,668	230,324
Equity attributable to non-controlling interests	0	11
B) Non-current liabilities	440,694	324,135
Liabilities to limited partners	4,413	4,368
Non-current provisions	10,915	4,780
Non-current financial liabilities	398,702	312,894
Non-current accruals	836	0
Deferred tax liabilities	25,828	2,093
C) Current liabilities	76,125	54,700
Current provisions	1,064	200
Trade payables	16,555	10,560
Income taxes payable	2,798	4,177
Current financial liabilities	53,090	34,840
Other current liabilities	2,121	1,681
Deferred income	498	245
Liabilities relating to assets held for sale	0	2,998
Total equity and liabilities	750,487	609,170

CONSOLIDATED CASH FLOW STATEMENT

FOR THE PERIOD FROM JANUARY 1 TO SEPTEMBER 30, 2016

	9M 2016	9M 2015
Result for the reporting period	8,340	9,976
Net cash flow from operating activities	36,084	32,574
Cash used in investing activities	-72,827	-3,987
Cash used in financing activities	-31,885	-27,795
Cash and cash equivalents at the start of the period	101,028	21,199
Cash and cash equivalents at the end of the period	32,401	21,990
Net change in cash and cash equivalents	-68,627	791

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

AS OF SEPTEMBER 30, 2016

	Attributable to the owners of CHORUS Clean Energy AG			
	Share capital	Capital reserve	Fair value reserve	Retained earnings
in EUR thousands				
As of January 1, 2016	27,705	190,700	743	11,176
Total comprehensive income for the reporting period				
Result for the reporting period	-	-	-	8,342
Other comprehensive income	-	-	-11	-
Total comprehensive income	-	-	-11	8,342
Transactions with the Company's owners				
Receipts and expenditures				
Payment of dividends	-	-	-	-4,987
Total receipts and expenditures	-	-	-	-4,987
Transactions with non-controlling interests				
Receipts and expenditures				
Acquisition of non-controlling interests	-	-	-	-
Total receipts and expenditures	-	-	-	-
Total transactions	-	-	-	-4,987
As of September 30, 2016	27,705	190,700	732	14,531

AS OF SEPTEMBER 30, 2015

	Attributable to the owners of CHORUS Clean Energy AG			
	Share capital	Capital reserve	Fair value reserve	Retained earnings
in EUR thousands				
As of January 1, 2015	50	-	-	2,269
Total comprehensive income for the reporting period				
Profit (loss) for the year	-	-	-	9,976
Other comprehensive income	-	-	524	-
Total comprehensive income	-	-	524	9,976
Transactions with the Company's owners				
Other changes				
Reclassification after entry in commercial register	17,399	104,103	-	-
Equity procurement costs, net	-	-440	-	-
Other changes	-	-	-	-
Total other changes	17,399	103,663	-	-
Total transactions with the Company's owners	17,399	103,663	-	-
As of September 30, 2015	17,449	103,663	524	12,245

	Equity attributable to the owners of CHORUS Clean Energy AG	Non-controlling interests	Total equity
	230,324	11	230,335
	8,342	-2	8,340
	-11	-	-11
	8,330	-2	8,329
	-4,987	-	-4,987
	-4,987	-	-4,987
	-	-9	-9
	-	-9	-9
	-4,987	-9	-4,995
	233,668	-0	233,668

	Cash contributions not yet registered	Contributions in kind not yet registered	Equity attributable to the owners of CHORUS Clean Energy AG	Non-controlling interests	Total equity
	5,855	115,645	123,819	25	123,844
	-	-	9,976	-	9,976
	-	-	524	-	524
	-	-	10,500	-	10,500
	-5,855	-115,645	-	-	-
	-	-	-440	-	-440
	-	-	-	-	-
	-5,855	-115,645	-440	-	-440
	-5,855	-115,645	-440	-	-440
	-	-	133,881	25	133,906

CONSOLIDATED SEGMENT REPORTING

FOR THE PERIOD FROM JANUARY 1 TO SEPTEMBER 30, 2016

	Energy Generation Solar	Energy Generation Wind	Asset Management	Total for operating seg- ments	Reconciliation	Group
in EUR thousands						
Revenue	39,997	7,442	5,189	52,629	-3,581	49,047
Previous year	42,435	4,072	3,346	49,853	-869	48,984
Revenue with third parties	39,997	7,442	1,608	49,047	0	49,047
Previous year	42,435	4,072	2,477	48,984	0	48,984
Revenue with other segments	0	0	3,581	3,581	-3,581	0
Previous year	0	0	869	869	-869	0
Earnings before interest, taxes, depreciation and amortization (EBITDA)	35,094	4,465	4,873	44,432	-5,464	38,968
Previous year	35,906	3,173	3,051	42,130	-5,349	36,781
Earnings before interest and taxes (EBIT)	20,862	632	4,856	26,350	-5,610	20,740
Previous year	21,158	1,484	3,051	25,693	-5,417	20,276
Financial result	-6,997	-1,834	2	-8,830	-281	-9,111
Previous year	-4,440	-417	-700	-5,558	156	-5,401
Earnings before taxes (EBT)	13,865	-1,203	4,858	17,520	-5,891	11,629
Previous year	16,718	1,066	2,351	20,135	-5,261	14,874
Earnings per share (EUR)	0.41	-0.02	0.17	0.57	-0.27	0.30
Previous year (EUR)	0.78	0.04	0.10	0.93	-0.35	0.57

The reconciliation of the segment totals to the corresponding Group figures breaks down as follows:

in EUR thousands	9M 2016	9M 2015
Revenue		
Total for operating segments	52,629	49,853
Administration	0	11
Consolidations	-3,581	-880
Group	49,047	48,984
Earnings before interest, taxes, depreciation and amortization (EBITDA)		
Total for operating segments	44,432	42,130
Administration	-5,464	-5,349
Consolidations	0	0
Group	38,968	36,781
Earnings before interest and taxes (EBIT)		
Total for operating segments	26,350	25,693
Administration	-5,610	-5,417
Consolidations	0	0
Group	20,740	20,276
Financial result		
Total for operating segments	-8,830	-5,558
Administration	-281	156
Consolidations	0	0
Group	-9,111	-5,401
Earnings before taxes (EBT)		
Total for operating segments	17,520	20,136
Administration	-5,891	-5,261
Consolidations	0	0
Group	11,629	14,874
Earnings per share (EUR)		
Total for operating segments	0.57	0.93
Administration	-0.27	-0.35
Consolidations	0.00	0.00
Group	0.30	0.57

RESPONSIBILITY STATEMENT

We hereby confirm that, to the best of our knowledge and in accordance with the applicable reporting principles, the quarterly report to September 30, 2016, gives a true and fair view of the net assets, financial position and results of operations of the Group and of the position of the Group, as well as a description of the principal opportunities and risks associated with the expected development of the Group.

Neubiberg, November 30, 2016

Management Board



Helmut Horst Heinz Jaroth Karsten Mieth

IMPRINT

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Note regarding the rounding of figures

Due to the commercial rounding of figures and percentages, small deviations may occur.

Disclaimer

This Quarterly Report contains certain future-oriented statements. Future-oriented statements include all statements which do not relate to historical facts and events and contain future-oriented expressions such as "believe", "estimate", "assume", "expect", "forecast", "intend", "could" or "should" or expressions of a similar kind. Such future-oriented statements are subject to risks and uncertainties since they relate to future events and are based on the Company's current assumptions, which may not in the future take place or be fulfilled as expected. The Company points out that such future-oriented statements provide no guarantee for the future and that actual events including the financial position and profitability of CHORUS Clean Energy AG and developments in the economic and regulatory fundamentals may vary substantially (particularly on the down side) from those explicitly or implicitly assumed or described in these statements. Even if the actual results for CHORUS Clean Energy AG, including its financial position and profitability and the economic and regulatory fundamentals, are in accordance with such future-oriented statements in this Interim Report, no guarantee can be given that this will continue to be the case in the future.

