

PHOTON ENERGY N.V. MONTHLY REPORT

May 2016

for the period from 1 to 31 May 2016

MATERIAL	THINFILM	INSPECTION	1000		[ISO E]	INDEX	X	AMEND.
TOLERANCE NORM ISO 8015:		YES				X	X	
PRECISION ISO...						X	X	
CONCEPT		NORM.REF.				X	X	
DESIGN		EXAMINED				X	X	
		APPROVED						
			NAME		TYPE			
			PS-PKI		PRA			

1. Information on the occurrence of trends and events in the market environment of the Issuer, which in the Issuer's opinion may have important consequences in the future for the financial condition and results of the Issuer.

1.1 Production results of Photon Energy N.V.'s power plants in the reporting period

Generation results of the company's portfolio of power plants showed underproduction through less favourable weather conditions in May. The average performance of all power plants in Photon Energy's portfolio came in approximately 5.0% below expectations. On a year-to-date basis, the accumulated data recorded a slight underperformance of -0.7% and of -5.8% YoY.

For more information, please refer to chapter 2 "Proprietary PV plants".

1.2 Annual General Meeting held on June 9

The AGM was held at the Company's headquarters in Amsterdam, and had a 87.93% quorum with 44,906,576 shares present. The AGM approved the consolidated financial statements for the financial year ended 31 December 2015, together with the reports of the directors and independent auditors, and appointed the current auditor, Grant Thornton, for the financial year 2016.

2. Proprietary PV plants.

The table below represents power plants owned directly or indirectly by Photon Energy N.V. as of the date of the reporting period.

Table 1. Production results in May 2016

Project name	Capacity	Feed-in-Tariff	Prod. 2016 May	Proj. 2016 May	Perf.	YTD Prod.	YTD Proj.	Perf.	YoY
Unit	kWp	per MWh	kWh	kWh	%	kWh	kWh	%	%
Komorovice	2,354	CZK 13,692	313,645	344,187	-8.9%	905,344	897,442	0.9%	-4.8%
Zvíkov I	2,031	CZK 13,692	274,570	301,674	-9.0%	854,411	786,592	8.6%	2.9%
Dolní Dvořiště	1,645	CZK 13,692	201,698	250,959	-19.6%	602,078	654,358	-8.0%	-2.1%
Svatoslav	1,231	CZK 13,692	145,969	186,387	-21.7%	414,050	485,991	-14.8%	-3.9%
Slavkov	1,159	CZK 13,692	166,866	177,493	-6.0%	483,142	462,800	4.4%	-2.9%
Mostkovice SPV 1	210	CZK 13,692	29,271	24,796	18.0%	81,846	77,668	5.4%	-6.1%
Mostkovice SPV 3	926	CZK 14,710	129,670	131,405	-1.3%	360,912	350,612	2.9%	-6.1%
Zdice I	1,499	CZK 13,692	217,810	209,645	3.9%	606,845	565,287	7.4%	-13.3%
Zdice II	1,499	CZK 13,692	220,033	209,645	5.0%	612,912	565,287	8.4%	-11.0%
Radvanice	2,305	CZK 13,692	345,216	340,685	1.3%	913,087	888,311	2.8%	-3.5%
Břeclav rooftop	137	CZK 13,692	20,180	16,427	22.8%	59,306	53,440	11.0%	-4.7%
Total Czech PP	14,996		2,064,928	2,193,304	-5.9%	5,893,933	5,787,787	1.8%	-4.9%
Babiná II	999	EUR 425.12	118,539	127,025	-6.7%	337,518	383,557	-12.0%	-8.4%
Babina III	999	EUR 425.12	118,620	127,025	-6.6%	337,089	383,557	-12.1%	-8.2%
Prša I.	999	EUR 425.12	136,020	129,425	5.1%	398,016	384,626	3.5%	-4.2%
Blatna	700	EUR 425.12	95,883	96,597	-0.7%	268,110	293,468	-8.6%	0.2%
Mokra Luka 1	963	EUR 382.61	138,338	129,031	7.2%	440,316	407,353	8.1%	-11.0%
Mokra Luka 2	963	EUR 382.61	136,095	129,031	5.5%	445,661	407,353	9.4%	-11.2%
Jovice 1	979	EUR 382.61	104,800	139,268	-24.7%	303,206	367,801	-17.6%	-10.1%
Jovice 2	979	EUR 382.61	101,628	139,268	-27.0%	291,309	367,801	-20.8%	-10.5%
Brestovec	850	EUR 382.61	129,150	111,954	15.4%	371,991	342,334	8.7%	-6.3%
Polianka	999	EUR 382.61	129,900	145,076	-10.5%	352,209	378,275	-6.9%	-1.8%
Myjava	999	EUR 382.61	145,116	134,289	8.1%	405,246	406,796	-0.4%	-6.8%
Total Slovak PP	10,429		1,354,089	1,407,989	-3.8%	3,950,671	4,122,920	-4.2%	-7.4%
Symonston	144	AUD 301.60	9,890	9,287	6.5%	80,720	82,715	-2.4%	4.0%
Total Australian PP	144		9,890	9,287	6.5%	80,720	82,715	-2.4%	4.0%
Total	25,569		3,428,907	3,610,579	-5.0%	9,925,324	9,993,421	-0.7%	-5.8%

Notes:

Capacity: installed capacity of the power plant

Prod.: production in the reporting month

Proj.: projection in the reporting month

Perf.: performance of the power plant in reporting month i.e. (production in Month / projection for Month) - 1.

YTD Prod.: accumulated production year-to-date i.e. from January until the end of the reporting month.

YTD Proj.: accumulated projection year-to-date i.e. from January until the end of the reporting month.

Perf. YTD: performance of the power plant year-to-date i.e. (YTD prod. in 2016/ YTD proj. in 2016) - 1

YoY ratio: (YTD Prod. in 2016/ YTD Prod. in 2015) - 1.

The FIT for the Czech Republic is an indicative figure only. As of 2016 Photon Energy has switched to the "Green Bonus" system, under which energy from our power plants is sold under a different system, at a combined price slightly higher than the FIT.

Chart 1.a Total production of the Czech portfolio

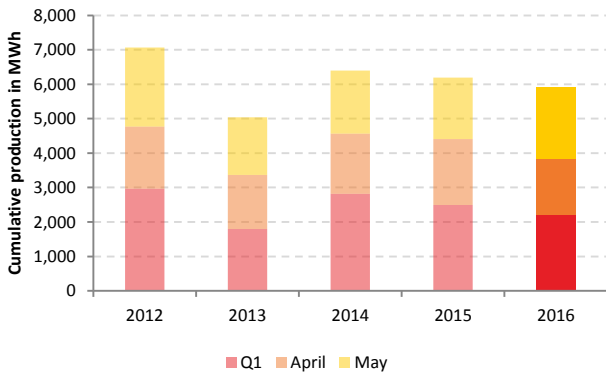


Chart 1.b Total production of the Slovak portfolio

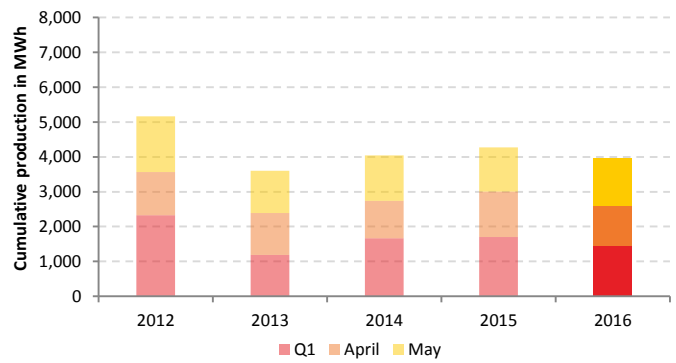


Chart 2. Generation results versus forecast between 1 January 2013 and 31 May 2016

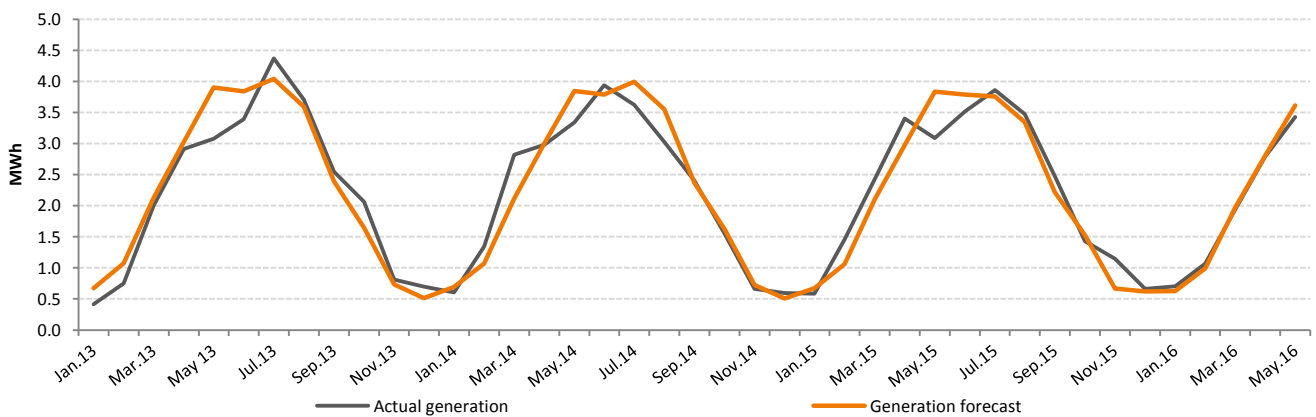
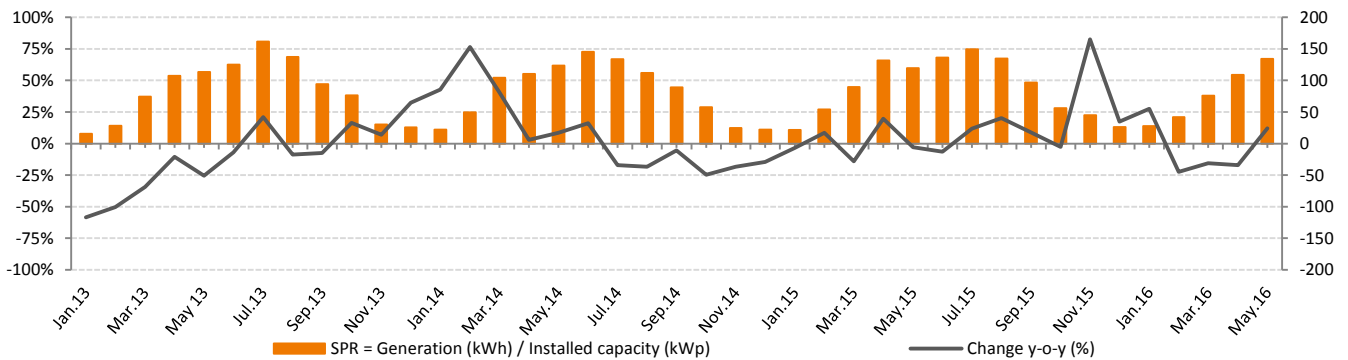


Chart 3. Specific Performance



Specific Performance Ratio is a measure of efficiency which shows the amount of kWh generated per 1 kWp of installed capacity and enables the simple comparison of year-on-year results and seasonal fluctuations during the year.

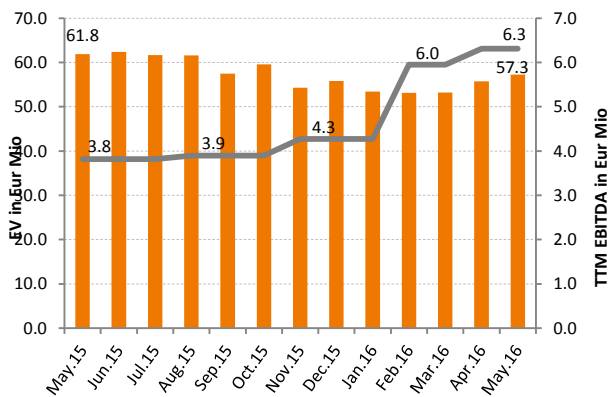
Generation results of the company's portfolio of power plants showed underproduction through less favourable weather conditions in May. The average performance of all power plants in Photon Energy's portfolio came in approximately 5.0% below expectations. On a year-to-date basis, the accumulated data recorded a slight underperformance of -0.7% and of -5.8% YoY.

The Czech and Slovak plants recorded an underperformance of 5.9% and 3.8%, respectively. The Australian plant, in contrast, recorded an overperformance of 6.5% above expectations. Specific performance in May increased by 12% YoY, to 134 kWh/kWp.

3. Enterprise value & Share price performance.

On 31 May 2016, the share price (ISIN NL0010391108) closed at a price of PLN 0.71 (+1% MoM & -9% YTD), corresponding to a price to book ratio of 0.29x. The Company reports a monthly trading volume of 144,050 shares (-35% MoM).

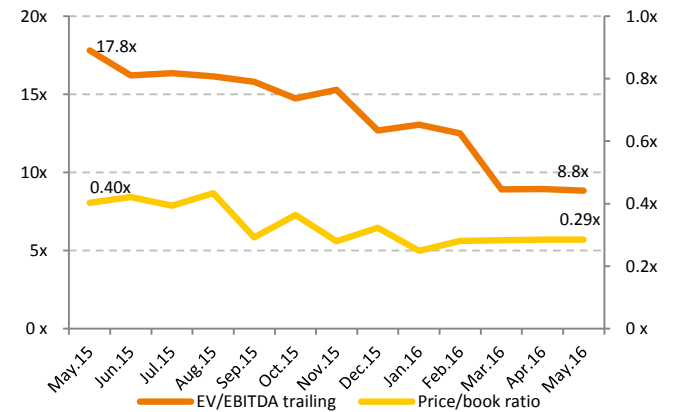
Chart 4. Enterprise value vs. trailing 12 months (TTM) EBITDA



Notes:

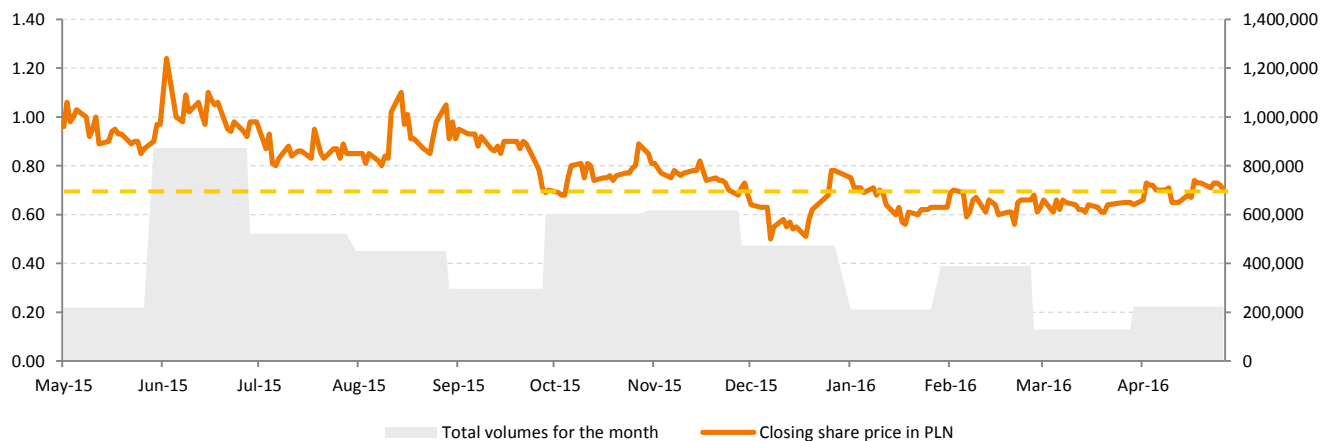
EV – Enterprise value is calculated as the market capitalisation as of the end of the reporting month, plus debt, plus minority interest, minus cash. All the balance sheet data are taken from the last quarterly report.
Trailing 12 months EBITDA – defined as the sum of EBITDA reported in the last four quarterly reports; i.e. as of 31.05.2016, the sum of EBITDA reported in 2015 Q2, Q3, Q4 and 2016 Q1.

Chart 5. Enterprise value / trailing 12 months EBITDA and price to book ratio



Price/book ratio – is calculated by dividing the closing price of the stock as of the end of the reporting period by the book value per share reported in the latest quarterly report.

Chart 6. Total monthly volumes vs. daily closing stock prices

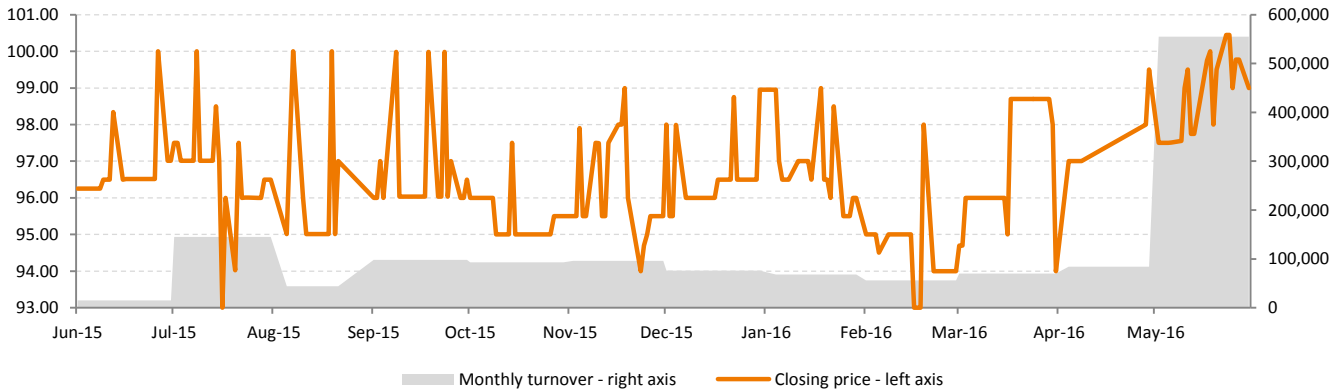


4. Bond trading performance.

In March 2013, the Company issued a 5-year corporate bond with an 8% annual coupon and quarterly payment. The corporate bond, with a denomination of 1,000 EUR (ISIN DE000A1HELE2), is being traded in the Open Market of the

Frankfurt Stock Exchange. The bond is also listed on the stock exchanges in Berlin, Hamburg, Hannover, Munich and Vienna. Since listing the bond has been trading between 93% and 100.75%.

Chart 7. The Company's bond trading on the Frankfurt Stock Exchange in Germany between 1 June 2016 and 31 May 2016, on a daily basis



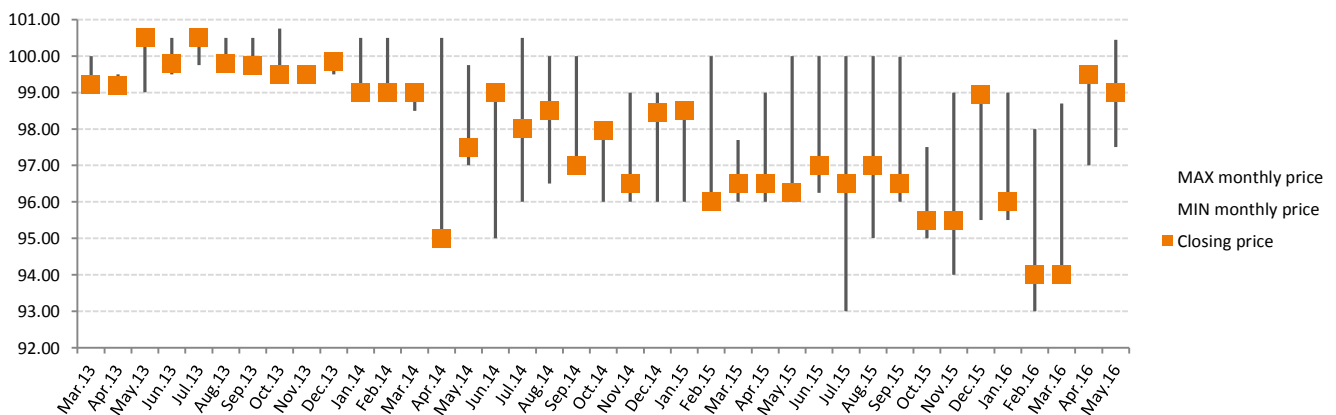
Bond trading performance to date

In the trading period from 12 March 2013 until 31 May 2016 the trading volume amounted to EUR 7.280 Mio (nominal value) with an opening price of 100.00 and a closing price of 99.00. During this period the average daily turnover amounted to EUR 8,954.

Bond trading performance in May 2016

In May 2016 the trading volume amounted to EUR 555,000 with an opening price of 99.50 and a closing price of 99.00. The average daily turnover amounted to EUR 26,429. Since the beginning of the year, the Company issued an additional 1,447 bonds with a corresponding nominal value of EUR 1.447 million, bringing the total amount of subscribed bonds to EUR 9.507 million.

Chart 8. MIN, MAX and closing monthly prices



5. Summary of all information published by the Issuer as current reports for the period covered by the report.

In the period covered by this report the following current reports were published in the EBI (Electronic Database Information) system of Warsaw Stock Exchange:

- ▶ EBI 13/2016 published on 9 May 2016: Quarterly report for 2016 Q1.
- ▶ EBI 14/2016 published on 11 May 2016: Monthly report for April 2016.
- ▶ EBI 15/2016 published on 9 June 2016: The Minutes of the AGM of shareholders held on 9 June 2016.

In the period covered by this report the following current report was published in the ESPI (Electronic Information Transmission System) system of Warsaw Stock Exchange: none.

6. Information how the capital raised in the private placement was used in the calendar month covered by the report. If any of the contributed capital was spent in the given month.

Not applicable.

7. Investors' calendar.

- ▶ 12 June 2016 Payment of bond coupon
- ▶ 11 July 2016 Monthly report for June 2016
- ▶ 08 August 2016 Entity and consolidated quarterly reports for 2016 Q2
- ▶ 10 August 2016 Monthly report for July 2016
- ▶ 12 September 2016 Monthly report for August 2016
- ▶ 12 September 2016 Payment of bond coupon
- ▶ 12 October 2016 Monthly report for September 2016
- ▶ 07 November 2016 Entity and consolidated quarterly reports for 2016 Q3
- ▶ 10 November 2016 Monthly report for October 2016
- ▶ 12 December 2016 Monthly report for November 2016.

8. Investor relations contact.

Emeline Parry, Investor relations manager

Phone: +420 702 206 574

E-mail: ir@photonenergy.com

Photon Energy N.V.

Barbara Strozziilaan 201

1083 HN Amsterdam

The Netherlands

Web: www.photonenergy.com

Amsterdam, 10 June 2016



Georg Hotar, Member of the Board of Directors



Michael Gartner, Member of the Board of Directors