

COX ENERGY AMÉRICA S.A.B. DE C.V. REPORTS SECOND QUARTER 2022 RESULTS

HIGHLIGHTS

- At the end of the **second quarter of 2022**, Cox Energy had an active portfolio, at different development and construction stages, of **1,219 MWp** and **1,098 MWp** in identified opportunities. The Company's **Strategic Plan** for expansion and growth focuses on increasing its presence in Chile, Colombia, and Central America, with over **60.0%** of the projects being developed in these regions.
- Consolidated revenues for the **first half of 2022** represented mainly by the **energy sales and commercialization** business in Mexico reached **\$211.5 million pesos**, record breaking growth for the Company.
- During the quarter, Cox Energy Solar S.A. secured a **credit line** for up to **EUR 30,000,000** with **Barclays Ireland Bank**. With the resources obtained, Cox Energy Solar carried out an **intercompany operation** to finance Cox Energy America's S.A.B. de C.V. **Strategic Plan**.
- As part of the **expansion strategy** in key Latin American markets, the Company is preparing to participate in the upcoming **Energy and Power Tender for the Supply of Final Distribution Service Users** in **Guatemala** and **Puerto Rico**, respectively.
- During the quarter, Cox Energy reached an agreement with a major **local business group** in Puerto Rico to begin project management and development operations in the Puerto Rican **renewable energy** market through a **strategic partnership**.
- Last June, the **environmental license** for the **Machalí** project in **Chile** was approved, allowing the construction phase to begin in 2022.
- With the appointment of **Raquel Alzaga** as **Chief Corporate Officer** of Cox Energy and **Chief Financial Officer** for Cox Energy America, the management team keeps growing stronger, following corporate governance best practices. Raquel Alzaga has over **20 years of experience** in the **industry, and in different countries**. Additionally, **Javier García Arenas** took over as **Deputy Chief Executive Officer** for the Group.
- During the quarter, the Company continued to make progress in the **BME Growth** subscription process in Spain to list **representative shares of the Company's share capital**. The subscription process is expected to be completed during **3Q22**.

Mexico City, July 27th, 2022. – COX ENERGY AMÉRICA, S.A.B. DE C.V. (“Cox”, “Cox Energy”, “Cox Energy América” o “the Company”) (BIVA/BMV: COXA*), a company dedicated to the development and management of solar photovoltaic renewable energy projects reports its results for the quarter and six-month period ending on June 30th, 2022. All figures included in this report are in nominal Mexican pesos and are in line with the International Financial Reporting Standards (IFRS).

KEY FIGURES

Income Statement (‘000 MXN)	2Q22	2Q21	6M-2022	6M-2021
Total Revenue	132,009	2,320	211,524	4,485
Gross Profit (Loss)	(17,289)	2,257	7,908	3,127
Operating Profit (Loss)	(75,182)	(28,207)	(76,708)	(56,172)
EBITDA	(73,856)	(27,990)	(75,294)	(55,920)
Net Profit (Loss)	(173,995)	(13,621)	(171,474)	(70,308)

Statement of Financial Position (‘000 MXN)	June 30 th , 2022	December 31 st , 2021
Cash, equivalents, and short-term investments	246,689	28,154
Total Assets	1,737,523	1,570,696
Total Liabilities	495,423	157,759
Stockholder’s Equity	1,242,100	1,412,937

Key Operating Information (MWp)	2Q22
Number of current Projects	20
Initial development	355
Advanced development and backlog	813
Under construction or in operation	51
Total MWp	1,219
Other identified opportunities	1,098

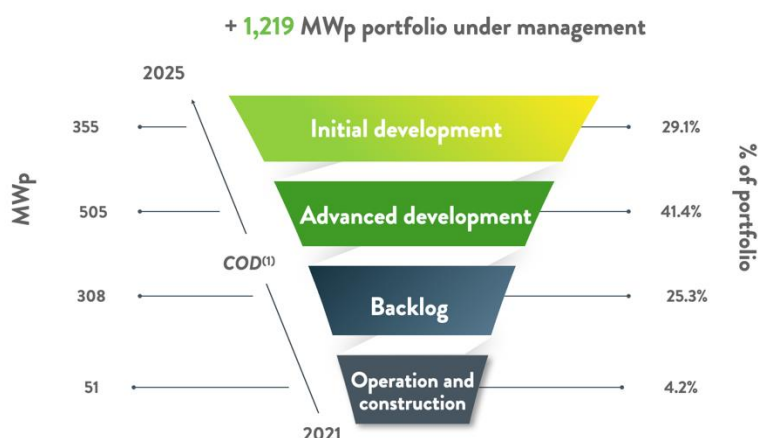
MESSAGE FROM THE CEO

José Antonio Hurtado de Mendoza, Chief Executive Officer of Cox Energy, said: “At Cox Energy we are committed to creating value for our stakeholders through the diversification and expansion of our business in key countries, always seeking operating execution and management differentiation. We are convinced that we have made the right decisions to achieve our goals by building a highly qualified team with proven experience in the industry and focusing on maintaining a solid financial position and the proper administration of available resources.”

And added: “We continue to meet the goals established in the Strategic Plan 2021-2025 through our sustainable actions aligned with ESG principles, taking advantage of continuous growth opportunities that allow us to reduce regulatory and macroeconomic risks, and position ourselves as an innovative and disruptive platform that serves as a reference for Latin America and Europe.”

CURRENT PROJECTS

The installed attributable capacity of Cox's Project portfolio by development status is shown below ⁽¹⁾:



PROJECT PORTFOLIO

The development of the Project portfolio is detailed below, as of the date of this report:

Project	MWp	Classification	Sale Strategy for Electricity	Estimated
CHILE- 610 MWp				
El Sol de Vallenar	308	Backlog	PPA DisCo ⁽³⁾ 2017	RTB ⁽⁴⁾
Utility Portezuelo + Storage	200	Initial Development	Stabilized Price	RTB 2023
La Meseta	48	Under Construction	PPA DisCo 2016 & 2017	COD 2022
Machali (PMGD)	11	Advanced Development	Stabilized Price	RTB 2022
Río Maule (PMGD)	11	Advanced Development	Stabilized Price	RTB 2022
Montenegro (PMGD)	11	Initial Development	Stabilized Price	RTB 2022
El Guindal (PMGD)	11	Initial Development	Stabilized Price	RTB 2022
San Francisco (PMGD)	7	Advanced Development	Stabilized Price	RTB 2022
San Javier (PMGD)	3	Under Construction	Stabilized Price	COD 2022
Walmart Piloto (ESCO)	0.21	In Operation	Private PPA	In Operation
MEXICO – 488 MWp				
Iscali	300	Advanced Development	SPOT ⁽⁵⁾ + Supplier Hedge	RTB 2022
Atacomulco	113	Advanced Development	SPOT + Supplier Hedge	RTB 2022
La Granja Solar	63	Advanced Development	SPOT + Supplier Hedge	RTB 2023
Apatzingán	12	Initial Development	SPOT + Supplier Hedge	RTB 2023
CENTRAL AMERICA (Guatemala, Panama) – 73 MWp				
Santa Rosa Solar	50	Initial Development	SPOT and PPA	RTB 2022
Parita Solar (El Llano Solar)	23	Initial Development	SPOT and PPA	RTB 2022





¹ A definition of the different Development Stages of the Company's projects can be found in the Glossary of this report.

² COD: Commercial Operations Date.

³ Distributors in Chile (DisCo): agents that distribute electricity through medium and low voltage distribution networks to final consumers.

⁴ RTB: Ready to Build

⁵ SPOT: daily and intraday market. On this electricity market, prices are established for the energy that is sold on a daily basis.

Project		MWp	Classification	Sale Strategy for Electricity	Estimated
COLOMBIA – 48 MWp					
Lanzarote		15	Initial Development	Private PPA	RTB 2023
Tenerife		11	Initial Development	Private PPA	RTB 2023
Vanuatu		11	Initial Development	Private PPA	RTB 2023
Rodas		11	Initial Development	Private PPA	RTB 2023

The project “La Granja Solar” in Mexico, is being developed under a joint venture model with the company GPG (Naturgy). Likewise, the project “La Meseta” in Chile, is being developed under a joint venture model with the company Sonnedix (JP Morgan). The partnership for the “La Meseta” project does not consolidate in Cox Energy América and is reported using the equity method. The MWp attributable to Cox are presented below:





Project		MWp	Classification	% Cox	Partner	Attributable to Cox
La Granja Solar		314	Advanced Development	20%*	GPG	63 MWp
La Meseta		160	Under Construction	30%**	Sonnedix	48 MWp

* Currently 20% owned with an option to purchase an additional 10%.

** Project controlled by the company Sonnedix Cox Energy Chile SpA.

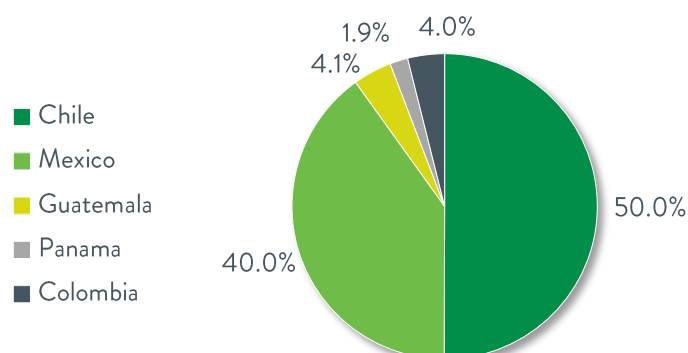
As part of a continuous process to increase management transparency, the Company carried out an in-depth analysis of viability of the projects. This process resulted in a reorganization of projects with low viability and, in turn, the decision to separate the portfolio into current projects (high viability) and identified opportunities (medium viability).

The Company has identified opportunities with 25 additional projects in early stages of development, which together add up to 1,098 MWp. These projects will be included in the current portfolio once they reach the viability established in the Growth Plan.

Country		MWp	Sale Strategy for Electricity
CHILE			
9 identified projects		319	Stabilized Price and PPA
COLOMBIA			
8 identified projects		198	Private PPA
PANAMA			
5 identified projects		191	SPOT and PPA
MEXICO			
3 identified projects		390	SPOT + supplier hedge

PORTFOLIO DISTRIBUTION BY COUNTRY

The following graph shows the current portfolio's distribution, based on attributable capacity:



POWER PURCHASE AGREEMENT PORTFOLIO (PPA)

The following table shows the Company's power purchase agreement portfolio (PPA) as of June 30th, 2022:

Type	Chile Tender 2016	Chile Tender 2017	Chile Tender 2017	Self-Consumption	Cox Energy Utility Company	PMGD Chile
Off-taker*	Chilean DisCo	Chilean DisCo	Chilean DisCo	Walmart	Industrial Clients	Electric System
Details	264 GWh annual 24h	140 GWh annual 24h	220 GWh annual 24h		Project Coverage Mexico	Stabilized Price
Status	Start 01/2022	Start 01/2024	Start 01/2024	In operation	2020 – 2024 Plan	2021 – 2025 Plan
Duration (Years)	20	20	20	20	Project Life	8+8

* Counterparty in energy purchase and sale process.

For further detail on the terminology used in this table, please *see the Glossary* at the end of this document.

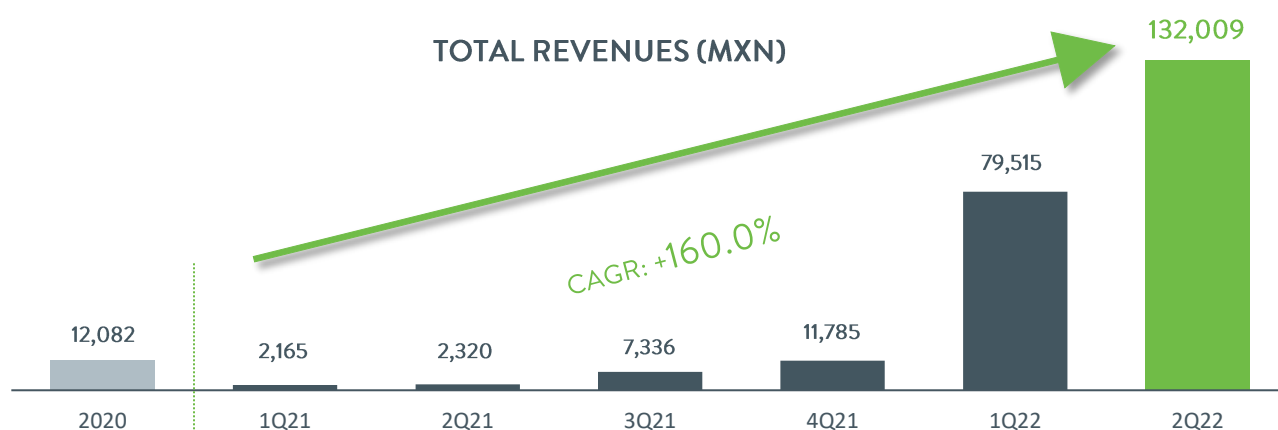


INCOME STATEMENT SUMMARY

Income Statement ('000 MXN)	2Q22	2Q21	6M-2022	6M-2021
Operating Revenues	132,009	2,320	211,524	4,485
Operating and Development Costs	(149,298)	(63)	(203,616)	(1,358)
Operating Expenses	(57,893)	(30,464)	(84,616)	(59,299)
Operating Profit (Loss)	(75,182)	(28,207)	(76,708)	(56,172)
EBITDA	(73,856)	(27,990)	(75,294)	(55,920)
Comprehensive Financing Result	(73,455)	(8,451)	(69,408)	(36,957)
Net Income (Loss) for the period	(173,995)	(13,621)	(171,474)	(70,308)

REVENUE

Revenues for 2Q22 increased by \$132.0 million pesos, a 5,590% growth compared to revenues reported in 2Q21. Operating revenues for the first six months of 2022 reached \$211.5 million pesos, an increase of 4,616% compared to the first half of 2021. This increase in the Company's consolidated revenue is mainly due to an increase in revenues from the sale and commercialization of energy business through the subsidiary *Cox Energy Suministrador*. Likewise, revenues correspond mainly to sales in energy management and commercialization in the Wholesale Electricity Market in Mexico (MEM in Spanish); the rest correspond to revenues from energy supply services in Chile based on the ESCO-Self-Consumption Model, among others.



OPERATING EXPENSES

Operating expenses include administrative and personnel expenses, depreciation and amortization, among others. Operating expenses for 2Q22 closed at \$57.9 million pesos. The increase shown in operating expenses was mainly due to a change in the fair value of financial assets, an accounting effect that does not impact cash flow and is a result of applying accounting standards under a strict adherence to standards of prudence. The fair value of financial assets is due to a change in demand curves for the PPA operations projection in Chile, considering the current macroeconomic environment in the region. To a lesser extent, during the quarter, a series of non-recurring expenses were recorded as a result of corporate structure changes, which had an extraordinary impact on administrative and personnel expenses. This is part of the corporate strategy to have an optimal structure and meet the established goals. Finally, during the quarter, a reclassification was made between costs and expenses, mainly between operating and development costs and administrative and personnel expenses. This reclassification better reflects the current industry standards.

EBITDA

EBITDA is not considered a relevant metric since the Company is in the development and investment phases, and none of the projects in the portfolio are generating significant income yet. Therefore, Management considers that, at the moment, EBITDA is not a significant reference point to monitor profitability and focuses on other indicators such as the attributable MWP capacity of the portfolio. However, as the projects reach the operation phase, it will be possible to record an operating profit from the income generated, and thus be able to measure the Company's EBITDA.

COMPREHENSIVE FINANCING RESULT

During the three-month period ending June 30th, 2022, the Comprehensive Financing Result was an expense of \$73.5 million pesos, compared to an expense of \$8.5 million pesos in the same period of 2021. The negative result was mainly due to: i) a loss of \$64.8 million pesos year over year in foreign exchange, ii) an increase of \$471 thousand pesos in financial expenses. The above was partially offset by a \$293 thousand peso increase in financial income compared to the same period of 2021.

NET PROFIT (LOSS)

During the second quarter of 2022, a \$174.0 million peso net loss was reported. This is explained by the operating loss reported in the period, as a result of the Company's continuous investment in growth and expansion. Additionally, the integral cost of financing reported a negative accounting impact, which resulted in a negative variation for the foreign exchange gain, an accounting effect that does not impact cash flow and is a result of depreciation, with respect to the dollar, of the different functional currencies in each country where the Company operates. Without considering the accounting effect of the foreign exchange loss in the result, the net loss at the end of the quarter would have been \$99.9 million pesos. As the Company's business and profitability strategy progress, improvements in the Company's earnings will be recorded.

FINANCIAL POSITION SUMMARY

Financial Position Summary ('000 MXN)	As of June 30 th , 2022	As of December 31 st , 2021
Cash, equivalents and short-term investments	246,689	28,154
Current assets	522,306	267,826
Non-current assets	1,215,217	1,302,870
Total Assets	1,737,523	1,570,696
Short-term liabilities	446,422	106,438
Long-term liabilities	49,001	51,321
Total Liabilities	495,423	157,759
Total Stockholders' Equity	1,242,100	1,412,937

CASH, EQUIVALENTS AND SHORT-TERM INVESTMENTS

Cash, equivalents and short-term investments increased to \$246.7 million pesos in the second quarter of 2022 from \$28.1 million pesos at the end of 2021. This is the result of the intercompany transaction between Cox Energy Solar and Cox Energy America, in which a loan was granted to Cox Energy America to meet the funding needs for the execution of the short-term growth strategy. The Company has several initiatives underway that, once finalized, will strengthen its liquidity position.

LIABILITIES

Total liabilities reached \$495.4 million pesos at the end of the quarter. The increase in short-term liabilities is primarily the result of the intercompany financing transaction between Cox Energy Solar and Cox Energy America.

For further detail on the financial information and its notes, please consult the results reports in XBRL format:
<https://www.coxenergy.com/en/centro-reportes>

RELEVANT EVENTS

June 13th, 2022 – [Cox Energy América obtains funding to continue its expansion and growth plan](#)

July 18th, 2022 – [Cox Energy Group announces changes to its management team](#)

For more information on relevant events, please see the following link:

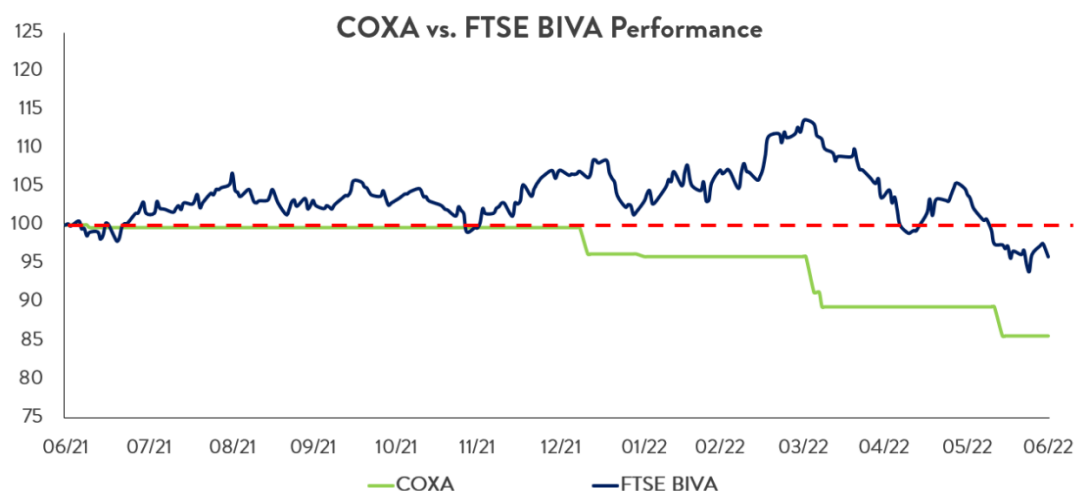
<https://www.coxenergy.com/en/centro-reportes>

As of the date of this report, the following analysts covered the Company:

Institution	Analyst	Update	Recommendation	Target Price
Apalache Analysis (view report)	Jorge Placido	28/04/22	BUY	\$59.90
Miranda Global Research (view report)	Martín Lara	27/04/22	BUY	\$53.00

MARKET RATIOS

Market Ratios	2Q22	2Q21
Net earnings per share	(1.05)	(0.43)
Closing price	24.9	29.1
Total outstanding shares*	164,886,021	162,531,922



Graph base 100 from June 30th, 2021 to June 30th, 2022

*The increase in total outstanding shares is the result of the current process for capital increase authorized by the CNBV in 2021

Earnings Call

Thursday, July 28th, 2022
10:00 AM CST | 11:00 AM EST

Please register in advance:

https://us06web.zoom.us/webinar/register/WN_ZzZWeu8qSOGgKZl1ZjF5g

After registration, you will receive a confirmation e-mail with the information to join the conference.



ENVIRONMENTAL, SOCIAL AND GOVERNANCE (ESG)



Cox Energy América has a strong commitment to the environment, as the business model is centered on the generation of clean and renewable energy through innovative and sustainable processes, achieving lasting improvements in the quality of life of the community where it operates.

When preparing any project, environmental risks are factored in so that any necessary safeguards can be put in place. In addition, work is underway to install a global environmental and social management system, which will systematize this process, as per Convention 169 of the International Labor Organization, which seeks to protect land.



Starting point

Mission, Vision and Values.
Corporate governance and compliance policies.
General Corporate Sustainability Policy.



Diagnostics process

External and internal analysis.
Determination of strategic areas and actions to drive Governance and Sustainability.
Establishment of the EGS Roadmap.



ESG Action Plan

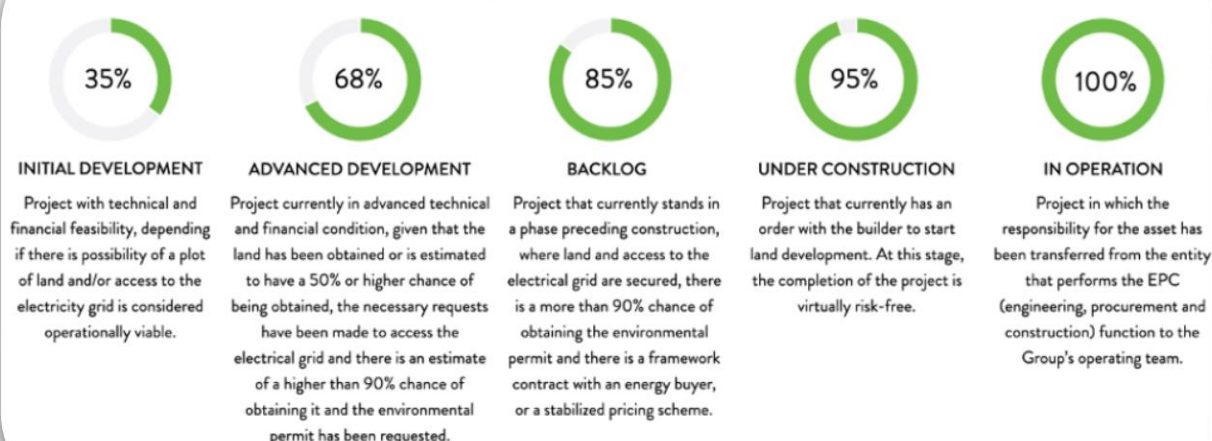
Governance Structure:
- Sustainability Committee.
- Promotion of ESG Policies.
ESG Objectives:
- ESG risks and mitigators.
- Metrics.
Integrated Annual Report.

GLOSSARY

- **Installed Capacity:** maximum production level (nominal power in MW) that a solar photovoltaic generation plant can have by design, based on the physical resources and systems in place.
- **Certificado de Energía Limpia (CEL):** Clean Energy Certificate issued by Mexico's Energy Regulatory Commission (CRE), which certifies a certain amount of electricity production from clean energy.
- **Project Coverage Mexico (NEXUS):** contracts that the supplier enters into with the end consumer, which in turn are passed on to the generation plant at a market price to cover the volatility of the hub's prices.
- **Engineering, Procurement and Construction (EPC):** engineering, procurement and construction.
- **Energy Service Companies (ESCO):** an ESCO is a company that has the necessary resources to execute projects that implement energy efficiency measures using renewable energies.
- **LIE:** Ley de la Industria Eléctrica – the Mexican Electric Industry Law.
- **Megawatt Peak (MWp):** peak power refers to the number of installed MW.
- **Power Purchase Agreement (PPA o PPAs):** is an energy agreement or contract, usually for a long period of time.
- **"Pequeños Medios de Generación Distribuida" (PMGD):** (Small Means of Generation Distributed) operates under Chile's special scheme for distributed generation projects (the "PMGD" scheme). It is a means of generation where power surpluses are ≤ 9 MW which is connected to a business licensed for distribution. PMGD projects are entitled to remuneration from their generation at a regulated stabilized price.
- **Stabilized Price:** possibility of adhering to a remuneration scheme that ensures stability in cash flow. Through this pricing scheme, all the energy produced is remunerated at that price, regardless of the time at which it was produced. It is calculated by the Chilean CNE every 6 months. This possibility was granted in 2006.
- **Special Purpose Vehicle (SPV):** an SPV is a company incorporated for the sole purpose of being the investment framework during the photovoltaic project. Generally, a different SPV is used for each photovoltaic project.

PROJECT CLASSIFICATION

The Company classifies the projects in the following phases and indicates the probability that a project will be built, based on the Company's experience and public information:



This classification has been carried out by the Company itself. The definition of each of these phases and their milestones may not necessarily be the same as those used by other companies in the same sector.

COX ENERGY AMÉRICA S.A.B DE C.V. AND SUBSIDIARIES CONSOLIDATED INCOME STATEMENT

For the three and six-month period ending on June 30th 2022 and 2021

<i>Figures in thousands of Mexican pesos</i>	2Q22	2Q21	6M-2022	6M-2021
Total revenues	132,009	2,320	211,524	4,485
Development and operational Costs	(149,298)	(63)	(203,616)	(1,358)
Gross profit (Loss)	(17,289)	2,257	7,908	3,127
Administrative and personnel expenses	(31,361)	(30,247)	(61,624)	(59,047)
Depreciation & amortization	(1,326)	(217)	(1,414)	(252)
Other revenue (expenses) & fair value changes*	(25,206)	-	(21,578)	-
Operating income (loss)	(75,182)	(28,207)	(76,708)	(56,172)
EBITDA	(73,856)	(27,990)	(75,294)	(55,920)
Financial revenues	1,185	892	2,346	2,079
Financial expenses	(543)	(72)	(596)	(162)
Exchange rate profit (loss)	(74,097)	(9,271)	(71,158)	(38,874)
Comprehensive financing result	(73,455)	(8,451)	(69,408)	(36,957)
Non-controlling interest share of subsidiary profit	(25,358)	25,025	(25,358)	24,809
Income (loss) before taxes	(173,995)	(11,633)	(171,474)	(68,320)
Income tax	-	(1,988)	-	(1,988)
Net income (loss) for the period	(173,995)	(13,621)	(171,474)	(70,308)

*Includes changes in the fair value of financial assets, as well as other income.

COX ENERGY AMÉRICA S.A.B DE C.V. AND SUBSIDIARIES CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As of June 30th, 2022 and As of December 31st, 2021

<i>Figures in thousands of Mexican pesos</i>	As of June 30 th , 2022	As of December 31 st , 2021
ASSETS		
Current assets		
Cash, cash equivalents, and short-term investments	246,690	28,154
Trade accounts receivable	31,446	1,350
Related parties	117,274	143,665
Sundry debtors and other accounts receivable	126,896	94,657
Total current assets	522,306	267,826
Non-current assets		
Property, plant and equipment - net	5,985	5,318
Rights of use over leased assets	7,957	9,480
Intangible assets, including goodwill	884,598	909,838
Investment in associates	24,184	50,459
Financial assets at fair value through profit or loss	282,677	326,997
Other long term financial assets	9,816	778
Total non-current assets	1,215,217	1,302,870
Total assets	1,737,523	1,570,696
LIABILITIES		
Short-term liabilities		
Suppliers and other creditors	147,074	101,271
Financial debt associated with usage rights for leased assets	3,692	3,724
Short-term related parties	294,725	512
Tax on rent payable	931	931
Total short-term liabilities	446,422	106,438
Long-term liabilities		
Deferred tax liabilities	28,721	29,617
Financial guarantees granted	15,802	15,802
Financial debt associated with usage rights for leased assets	4,478	5,902
Total long-term liabilities	49,001	51,321
Total liabilities	495,423	157,759
STOCKHOLDERS' EQUITY		
Equity capital	890,318	890,318
Issuance premium	395,582	395,582
Contributions for future capital increases	5,965	5,965
Adjustments to fair value of capital increase	695,310	695,310
Cumulative profit (loss)	(713,299)	(541,773)
Other comprehensive income	(41,576)	(38,735)
Non-controlling interest	9,800	6,270
Total stockholders' equity	1,242,100	1,412,937
Total liabilities and stockholder's equity	1,737,523	1,570,696

COX ENERGY AMÉRICA S.A.B DE C. V. AND SUBSIDIARIES

CONSOLIDATED CASH FLOW STATEMENT

For the six-month period ending on June 30th, 2022

<i>Figures in thousands of Mexican pesos</i>	6M-2022
Profit (loss) before income tax	(171,474)
Interest income (-)	(2,346)
Interest expenses (+)	596
Depreciation & amortization	-
Exchange rate profit (loss) (+/-)	71,158
Effect on fair value of financial assets	21,568
Non-controlling interest share of subsidiary profit – net of taxes	25,358
Commercial accounts receivable and other accounts receivable, net (+/-)	(60,812)
Other current assets (+/-)	(9,038)
Commercial accounts payable and other accounts payable, net (+/-)	43,451
Net cash flow from operating activities	(128,392)
Property, plant and equipment	(667)
Intangible assets acquisition	7,188
Security deposits and loans	28,737
Net cash flow from investing activities	35,258
Transaction cost for public share offering	-
Share subscription for capital increase	-
Loans obtained from related parties	293,617
Financial debt	-
Net cash flow from financing activities	293,617
Exchange effects	18,052
Net increase /decrease in cash and cash equivalents	218,535
Cash and cash equivalents at the beginning of the period	28,154
Cash and cash equivalents at the end of the period	246,690

For more information about the Company's results, please consult the reports section on the [Cox Energy América](#) website or the [BIVA](#) webpage.

ABOUT THE COMPANY

Cox Energy América is a photovoltaic renewable solar energy generation company, listed on the Mexican Institutional Stock Exchange ("BIVA"). COX develops, promotes, and operates photovoltaic plants in several Latin American countries, with a presence in Mexico, Chile, Colombia, Guatemala, Central America, and the Caribbean. It has a unique portfolio of projects at different stages of development and has identified opportunities to carry out its activity within a sustainable development framework.

DISCLAIMER

This document contains certain statements related to the comprehensive overview of Cox Energy América (COX) regarding its activities to the present day, as well as assumptions and information currently available for the Company. The statements contained herein reflect the current views of COX with respect to future events and are subject to certain risks, uncertainties and assumptions. Many factors could cause future results, performance or achievements of COX to differ from those expressed or implied by such forward looking statements, including, among others, economic or political changes and global business conditions, risks related to the COVID-19 global pandemic impact, changes in exchange rates, the overall state of the industry, changes in demand for photovoltaic energy, raw material costs, the Company's ability to execute commercial continuity plans as a result of the COVID-19 pandemic, among others. COX does not intend nor assume any obligation to update the statements presented in this document.

CONTACT

For more information, visit www.coxenergy.com or contact the investor relations team via e-mail at inversores@coxenergy.com

