

## **POLARIS RENEWABLE ENERGY ANNOUNCES Q2 2025 RESULTS**

TORONTO, ON (July 31, 2025) – Polaris Renewable Energy Inc. (TSX: PIF) (“Polaris Renewable Energy” or the “Company”), is pleased to report its financial and operating results for the three and six months ended June 30, 2025. This earnings release should be read in conjunction with the Company’s condensed consolidated interim financial statements and management’s discussion and analysis, which are available on the Company’s website at [www.PolarisREI.com](http://www.PolarisREI.com) and have been posted on SEDAR+ at [www.sedarplus.ca](http://www.sedarplus.ca). The dollar figures below are denominated in US Dollars unless noted otherwise.

### **2025 HIGHLIGHTS**

- Second quarter consolidated energy production totaled 215,797 MWh, representing a 15% increase compared to 186,886 MWh in the same quarter last year. The increase is mainly attributable to stronger hydrological conditions in Peru and the contribution from the Puerto Rican wind farm, acquired on March 3, 2025, which did not contribute to consolidated energy production in the comparative quarter of 2024.
- The Company generated \$21.6 million in revenue from energy sales for the three months ended June 30, 2025, compared to \$18.7 million in the same period in 2024.
- Adjusted EBITDA was \$15.4 million for the three-month period ended June 30, 2025, compared to \$13.3 million in the same period in 2024.
- Net earnings attributable to shareholders of the Company for the quarter ended June 30, 2025 were \$2,203 or \$0.10 per share – basic, compared to \$985 or \$0.05 per share – basic in the comparative period of 2024.
- For the six months ended June 30, 2025, the Company generated \$16.5 million in net cash flow from operating activities, ending with a cash position of \$90.7 million, including restricted cash.
- Cost and G&A management improved year-over-year, (adjusting for Punta Lima Wind Farm acquisition) underscoring strong cost discipline and operational efficiency amid continuing inflationary pressure.
- Maintaining a quarterly dividend remains a goal for the Company. In respect of the second quarter of 2025, the Company declared and expects to pay a quarterly dividend of \$0.15 per outstanding common share on August 22, 2025.

## OPERATING AND FINANCIAL OVERVIEW

	Three Months Ended		Six Months Ended	
	June 30, 2025	June 30, 2024	June 30, 2025	June 30, 2024
<b>Energy production</b>				
Consolidated Power MWh	215,797	186,886	432,289	400,320
<b>Financials</b>				
Total revenue	\$ 21,642	\$ 18,702	\$ 41,929	\$ 39,334
Net earnings (loss) attributable to owners	\$ 2,203	\$ 985	\$ (8,238)	\$ 5,331
Adjusted EBITDA	\$ 15,429	\$ 13,319	\$ 30,442	\$ 29,060
Net cash flow from operating activities	\$ 4,764	\$ 8,297	\$ 16,531	\$ 16,984
<b>Per share</b>				
Net earnings (loss) attributable to owners - <i>basic and diluted</i>	\$ 0.10	\$ 0.05	\$ (0.39)	\$ 0.25
Adjusted EBITDA - <i>basic</i>	\$ 0.73	\$ 0.63	\$ 1.44	\$ 1.38
<b>Balance Sheet</b>				
	As at June 30,		As at	
	2025		December 31, 2024	
Total cash and cash equivalents (Restricted and Unrestricted)	\$ 90,663		\$ 217,882	
Total current assets	\$ 103,402		\$ 228,563	
Total assets	\$ 549,594		\$ 662,105	
Current and Long-term debt	\$ 217,789		\$ 328,349	
Total liabilities	\$ 304,850		\$ 402,579	

During the three months ended June 30, 2025, quarterly consolidated power production was 15% higher than the production in the same period of 2024. The year-over-year growth was primarily driven by the contribution of the Punta Lima Wind Farm, acquired in March 2025, and by stronger hydrological conditions in Peru, which significantly boosted output across its hydroelectric portfolio.

Production in Ecuador and Peru both exceeded prior-year levels, supported by favorable rainfall patterns. In contrast, production in Nicaragua was slightly lower versus the second quarter of 2024, due to recurring but unpredictable well behavior that can intermittently impact generation.

The Canoa 1 facility in the Dominican Republic generated 7% more electricity during the three months ended June 30, 2025, compared to the three months ended June 30, 2024. The increase primarily reflects improved productivity from the newly installed solar panels, partially offset by system-wide curtailment that persisted throughout the second quarter and was higher than in Q1. Curtailment levels observed in Q2 are expected to continue for the remainder of the year.

Production at the Vista Hermosa Solar Park in Panama was slightly lower compared to the second quarter of 2024, primarily due to isolated technical issues, now fixed, with the internal transmission line and an unusually prolonged rainy season, which led to lower solar irradiation.

In contrast, the Punta Lima Wind Farm delivered strong results in Q2 2025, exceeding management's expectations, reflecting both favorable wind conditions and solid operational performance.

*"We are pleased to report another quarter of strong operational and financial performance. The 15% year-over-year*



*increase in energy production reflects both the successful integration of the Punta Lima Wind Farm and favorable hydrological conditions across our hydroelectric portfolio. These results highlight the benefits of our diversified asset base and disciplined operating model.*

*Our ability to grow revenue and adjusted EBITDA, while managing costs effectively, positions us well in the current inflationary environment. With over \$90 million in cash and a stronger balance sheet, we are in a good position to pursue selective growth opportunities.*

*We continue to evaluate options to complement our generation portfolio with battery storage projects, particularly in jurisdictions where storage can enhance grid stability and improve revenue certainty. As we move into the second half of the year, we remain focused on operational execution and maintaining our quarterly dividend", said Marc Murnaghan, Chief Executive Officer of Polaris Renewable Energy.*

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#### **About Polaris Renewable Energy Inc.**

Polaris Renewable Energy Inc. is a Canadian publicly traded company engaged in the acquisition, development, and operation of renewable energy projects in Latin America & the Caribbean. We are a high-performing and financially sound contributor to the energy transition.

The Company's operations include a geothermal plant (82 MW), four run-of river hydroelectric plants (39 MW), three solar (photovoltaic) projects in operation (35 MW) and an onshore wind park (26 MW).

#### **For more information, contact:**

##### ***Investor Relations***

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## Cautionary Statements

This news release contains “forward-looking information” within the meaning of applicable Canadian securities laws, which may include, but is not limited to, financial and other projections as well as statements with respect to future events or future performance, management’s expectations regarding the Company’s growth, results of operations, business prospects and opportunities, construction plans in Panama, production in the fourth quarter in Nicaragua and synergies of the acquisitions discussed above, and the effects of the COVID-19 pandemic. In addition, statements relating to estimates of recoverable energy “resources” or energy generation capacities are forward-looking information, as they involve implied assessment, based on certain estimates and assumptions, that electricity can be profitably generated from the described resources in the future. Such forward-looking information reflects management’s current beliefs and is based on information currently available to management. Often, but not always, forward-looking statements can be identified by the use of words such as “plans”, “expects”, “is expected”, “budget”, “estimates”, “goals”, “intends”, “targets”, “aims”, “likely”, “typically”, “potential”, “probable”, “projects”, “continue”, “strategy”, “proposed”, or “believes” or variations (including negative variations) of such words and phrases or may be identified by statements to the effect that certain actions, events or results “may”, “could”, “should”, “would”, “might” or “will” be taken, occur or be achieved.

A number of known and unknown risks, uncertainties and other factors may cause the actual results or performance to materially differ from any future results or performance expressed or implied by the forward-looking information. Such factors include, among others: failure to discover and establish economically recoverable and sustainable resources through exploration and development programs; imprecise estimation of probability simulations prepared to predict prospective resources or energy generation capacities; inability to complete hydro projects in the required time to meet COD; variations in project parameters and production rates; defects and adverse claims in the title to the Company’s properties; failure to obtain or maintain necessary licenses, permits and approvals from government authorities; the impact of changes in foreign currency exchange and interest rates; changes in government regulations and policies, including laws governing development, production, taxes, labour standards and occupational health, safety, toxic substances, resource exploitation and other matters; availability of government initiatives to support renewable energy generation; increase in industry competition; fluctuations in the market price of energy; impact of significant capital cost increases; the ability to file adjustments in respect of applicable power purchase agreements; unexpected or challenging geological conditions; changes to regulatory requirements, both regionally and internationally, governing development, geothermal or hydroelectric resources, production, exports and imports, taxes, labour standards, occupational health, waste disposal, toxic substances, land use, environmental protection, project safety and other matters; economic, social and political risks arising from potential inability of end-users to support the Company’s properties; insufficient insurance coverage; inability to obtain equity or debt financing; fluctuations in the market price of Shares; inability to retain key personnel; the risk of volatility in global financial conditions, as well as a significant decline in general economic conditions; uncertainty of political stability in countries in which the Company operates; uncertainty of the ability of Nicaragua, Peru, Panama, Ecuador and Dominican Republic to sell power to neighbouring countries; economic insecurity in Nicaragua, Peru, Panama, Ecuador, Puerto Rico and Dominican Republic; and other development and operating risks, as well as those factors discussed in the section entitled “Risks and Uncertainties” in the Company’s annual and interim MD&A, copies of which are available on SEDAR. There may be other factors that cause actions, events or results not to be as anticipated, estimated or intended. These factors are not intended to represent a complete list of the risk factors that could affect us. These factors should be carefully considered, and readers of this press release should not place undue reliance on forward-looking information.

Although the Company has attempted to identify important factors that could cause actual actions, events or results to differ materially from those described in forward-looking information, there may be other factors that cause actions, events or results to differ from those anticipated, estimated or intended. Forward-looking information contained herein

is provided as at the date hereof and the Company disclaims any obligation to update any forward-looking information, whether as a result of new information, future events or results or otherwise, except as required by applicable laws. There can be no assurance that forward-looking information will prove to be accurate, as actual results and future events could differ materially from those anticipated in such information. Accordingly, readers should not place undue reliance on forward-looking information due to the inherent uncertainty therein.

Additional information about the Company, including the Company's AIF and sustainability report for the year ended December 31, 2024, its annual and interim financial statements and related MD&A is available on SEDAR+ at [www.sedarplus.ca](http://www.sedarplus.ca) and on the Company's website at [www.PolarisREI.com](http://www.PolarisREI.com).

### **Non-GAAP Performance Measures**

Certain measures in this press release do not have any standardized meaning as prescribed by IFRS and, therefore, are not considered GAAP measures. Where non-GAAP measures or terms are used, definitions are provided. In this document and in the Company's consolidated financial statements, unless otherwise noted, all financial data is prepared in accordance with IFRS.

This news release includes references to the Company's adjusted earnings before interest, taxes, depreciation and amortization ("adjusted EBITDA") and adjusted EBITDA per share, which are non-GAAP measures. These measures should not be considered in isolation or as an alternative to net earnings (loss) attributable to the owners of the Company or other measures of financial performance calculated in accordance with IFRS. Rather, these measures are provided to complement IFRS measures in the analysis of Polaris Renewable Energy's results since the Company believes that the presentation of these measures will enhance an investor's understanding of Polaris Renewable Energy's operating performance. Management's determination of the components of non-GAAP performance measures are evaluated on a periodic basis in accordance with its policy and are influenced by new transactions and circumstances, a review of stakeholder uses and new applicable regulations. When applicable, changes to the measures are noted and retrospectively applied.

Descriptions and reconciliations of the above noted non-GAAP performance measures are included in Section 13: Non-GAAP Performance Measures in the Company's MD&A for the period ended June 30, 2025 and on the Company's website [www.polarisREI.com/Non-GAAP](http://www.polarisREI.com/Non-GAAP).