

TAQA MOROCCO RESULTS AS OF JUNE 30TH 2017 A STRONG PERFORMANCE

- Increasing consolidated results compared to June 30th, 2016,
- Strong performance of Units 1 to 6 with a total availability rate of 89% as of June 30th 2017,
- An improved Consolidated Operating Margin and Consolidated Net Profit Margin,
- A dividend distribution of MAD 37 per share, higher than 2016 by 23%.

TAQA Morocco's Board of Directors meeting held on September 11th, 2017, under the chairmanship of Mr. Abdelmajid Iraqui Houssaini, approved the statutory and consolidated accounts as of June 30th, 2017 as follows:

CONSOLIDATED ACCOUNTS

In Millions of MAD	June 30 th , 2017	June 30 th , 2016	Variation	Variation in %
Consolidated Turnover	4,072	4,052	20	0.5%
Consolidated EBITDA	1,785	1,680	105	6%
Consolidated Operating Profit	1,346	1,242	103	8%
Consolidated Net Profit (*)	701	615	86	14%
Including Net Income Group Share	536	467	69	15%
Including Minority interest	165	148	17	12%

*As of June 30th, 2017, the JLEC 5& 6 accounts taken into account in the consolidation process are in line with the book closing dated October 1st 2016 to March 31st, 2017, in accordance with the consolidation methods of the TAQA Morocco Group.

The increase in TAQA Morocco's financial results is based on solid operating performance:

- An **availability rate** of Units 1 to 4 of **90.9%** compared to **95.8%** year-on-year (June 30th 2016), taking into account Unit 3 major overhaul as part of the maintenance plan,
- An **availability rate** of Units 5&6 of **85.2%** that remains stable compared to **86.8%** year-on-year (June 30th 2016) despite Unit 6 minor overhaul as part of the maintenance plan.

Thus, the **consolidated turnover** is MAD 4,072 million as of June 30th, 2017 versus MAD 4,052 million as of June 30th, 2016 due to the strong performance of all Units and taking into account the impact of the completion of Unit 3 major overhaul and the decrease in energy payment by 2% following the trend of coal purchase price.

The continuous operating cost control policy and the favorable trend of the coal price in the international market, contributed to the increase of the **consolidated operating margin rate** reaching **33%** as of June 30th, 2017 versus **30.7%** year-on-year.

Net Income Group Share increased by **15%** to reach MAD 536 million as of June 30th, 2017, mainly due to the increase of operating profit and to the improvement of financial results further to the decrease of interest loan expenses. This brings an improved **consolidated net profit margin** reaching **17.2%** as of June 30th 2017 compared to **15.2%** year-on-year.

Consolidated Net Income keeps increasing by **14%** compared to June 30th 2016 and reaches MAD 701 million as of June 30th 2017.

BALANCE SHEET INDICATORS – CONSOLIDATED FINANCIAL STATEMENTS

Equity capital of MAD 5,780 million

A balanced capital structure

Gearing of 66%

Stable compared to 2016

Working capital needs of MAD 1,404 million

Controlled working capital needs

TAX AUDIT

The tax audit of TAQA Morocco is still ongoing. TAQA Morocco considers that the potential tax adjustments will not have any significant impact on the Company's results, nor the equity or the liquidity of the company.

OUTLOOKS

Thanks to its operational excellence, its teams' expertise and its financial fundamentals, TAQA Morocco will carry on its strategic orientations to achieve its 2017 forecasted results in accordance with the Business Plan.

Filiale d'Abu Dhabi National Energy Company «TAQA»

TAQA MOROCCO - a Joint Stock Company with Management Board and Supervisory Board, Headquarter:
km 23, Route Secondaire 301 - My Abdellah - El Jadida Jorf Lasfar Power Plant BP 99 - Sidi Bouzid -
El Jadida - Morocco • Tel. : +212 523 38 90 00 - Fax : +212 523 34 53 75

Contact : finance@taqamorocco.ma

Financial calendar available on www.taqamorocco.ma



TAQA MOROCCO RESULTS AS OF JUNE 30TH 2017

CONSOLIDATED BALANCE SHEET, (In thousands of Moroccan dirhams)		
	June 30 TH 2017	December 31 TH 2016
ASSETS		
• Intangible Assets	4 734 658	4 856 765
• Fixed Assets	10 285 790	10 421 534
• Financial Assets	3 733	4 345
• Long Term Exchange Fluctuations	609 457	523 027
TOTAL LONG TERM ASSETS	15 633 637	15 805 671
• Inventory	1 347 733	1 575 879
• Trade Receivables	1 649 286	1 618 537
• Other Receivables	777 510	623 800
• Short term Investments	1 645 796	2 274 948
• Other assets	8 324	8 240
• Cash	571 836	591 350
CURRENT ASSETS	6 000 485	6 692 755
TOTAL ASSETS	21 634 122	22 498 426
EQUITY & LIABILITIES		
• Share Capital	2 358 854	2 358 854
• Share Premium	1 164 805	1 164 805
• Reserves	785 542	679 835
• Net Income - Group Share	535 771	978 488
Group Equity	4 844 972	5 181 982
• Minority Interest	931 628	766 243
CONSOLIDATED SHAREHOLDERS' EQUITY	5 776 600	5 948 225
Provisions	17 338	17 338
Borrowings	13 461 793	13 840 389
LONG TERM LIABILITIES	13 479 131	13 857 727
• Current payables	1 042 726	1 156 788
• Other Payables	1 335 665	1 535 686
CURRENT LIABILITIES	2 378 391	2 692 474
TOTAL LIABILITIES	15 857 522	16 550 201
TOTAL EQUITY & LIABILITIES	21 634 122	22 498 426

CONSOLIDATED INCOME STATEMENT AS OF JUNE 30 TH , (In thousands of Moroccan dirhams)		
	2017	2016
PRODUCTS		
Turnover	4 072 427	4 052 495
Other revenues	13 395	14 826
Operating expense reversals	6 533	3 168
	4 092 356	4 070 489
CHARGES		
Operating expenses	2 144 647	2 242 052
Taxes	23 306	23 742
Labor costs	119 606	107 165
Other operating expenses	0	750
Depreciation	459 161	454 345
	2 746 721	2 828 054
Operating income	1 345 635	1 242 434
Financial income	-325 906	-375 367
Current income	1 019 729	867 067
Non current income	1 296	4 977
Income before tax	1 021 024	872 045
Income tax	-319 865	-256 869
Share in the earnings of companies accounted for using the equity method		
Net goodwill amortisation allowances		
Consolidated net income	701 160	615 175
Group net income	535 771	467 051
Minority interests	165 388	148 124
Consolidated net income	701 160	615 175
Earnings per share (in MAD)	22,71	19,80

TAQA MOROCCO GROUP EXCERPT FROM THE CONSOLIDATED EXPLANATORY NOTES AS OF JUNE 30TH, 2017 AND 2016

1. ACCOUNTING PRINCIPLES AND VALUATION METHODS

The Group's main rules and principles are as follow:

1.1 Consolidation principles and methods

The principles and methods of consolidation used by the TAQA Morocco Group are in line with the methodology related to the preparation of consolidated accounts adopted by the CNC (National Council of Accounting) in its notice No. 5.

1.1.1 Perimeter and methods of consolidation

The companies in which the Group directly or indirectly exercises exclusive control are consolidated through full integration. Exclusive control is the direct or indirect power to manage the financial and operational policies of a company in order to benefit from its activities.

The companies in which the Group directly or indirectly exercises significant influence are consolidated through the equity method.

The significant intragroup receivables, debts, revenues and expenses are completely eliminated for globally integrated companies.

1.1.2 Reporting dates

The half-yearly closings taken in account for the preparation of the Group consolidated financial statements are the ones closed by the TAQA MOROCCO Company on June 30th, and the JLEC 5&6 Company on March 31th.

1.2 Evaluation methods

1.2.1 Intangible Assets

Expenses incurred as part of Major Outages, carried out every 8 years according to the pre-established plan, are capitalized and amortised over the same period.

- Initial right of use

In accordance with the Transfer of Possession Agreement (TPA) and as a counterpart to paying the Price for the Transfer of Possession anticipated by this contract, ONE transferred to JLEC (later TAQA Morocco) its "right of use" for Sites and Units 1&2. This right of use is capitalized as an intangible asset and amortised over the concession period, namely 30 years, starting from the date of the closing of financing.

- Complementary right of use

TAQA Morocco constructed Units 3 and 4 over a period of 33 months and 40 months respectively, counting from the date of the closing of financing, along with other investments linked to the Site. During this period, total corresponding expenditure, including interim interest, was accounted for under outstanding tangible assets. Counting from the COD of the Unit 4 on February 2nd, 2001, the right of use of TAQA Morocco has been extended to these new units. These intangible assets are amortised over the remaining concession period, namely 26 years and 7 months starting from this date.

- Fees from securing finance

Upfront fees were accounted for under intangible assets and amortised over a period of five years. The regular amortisation of these fees is stated as an operation allowance in accordance with the provisions of the CGNC.

- Other project development cost

Starting from Financing closing, TAQA Morocco has accounted some expenditure paid during the project development period under intangible assets. These fixed fees are amortised over the concession period, meaning 30 years starting from the date of the closing of the Financing.

1.2.2 Tangible assets

This item includes the tangible assets that will last for less than the contract period. These fixed assets are booked at the purchase or production cost. Amortisation is calculated according to the linear model and the prevailing tax rates.

1.2.3 Inventories

Inventories are evaluated at the purchase price. The cost includes the purchase prices and the additional purchase fees. At the end of the financial year, the inventories are counted according to the WAC (Weighted average cost) method, with the exception of spare parts inventories, which are valued using FIFO (First In First Out).

1.2.4 Receivables and debts denominated in foreign currency

Receivables and debts denominated in foreign currency are accounted at the exchange rate prevalent on the transaction date. These receivables and debts are converted at the closing rate and readjusted through unrealized foreign exchange loss/gain accounts.

The unrealized losses are booked in the income statement account under the financial provisions, with the exception of those relating to financial debts denominated in American dollars and in Euros, which are subject to near currency hedging transactions based on global exchange position.

The unrealized foreign exchange are not stated in the income statement.

1.2.5 Provisions for liabilities and charges

As of June 30th, 2017, the provisions for contingencies and charges correspond to the provisions for pensions, which were subject to actuarial evaluation by an independent firm.

These social commitments include free electricity that TAQA Morocco statutory staff benefited from.

1.2.6 Deferred taxes

Deferred taxes resulting from consolidated adjustments are calculated company by company.

TAQA MOROCCO RESULTS AS OF JUNE 30TH 2017

2. SCOPE OF CONSOLIDATION

SUBSIDIARIES	JUNE 2017			JUNE 2016		
	INTEREST %	CONTROL %	METHOD	INTEREST %	CONTROL %	METHOD
TAQA MOROCCO	100	100	Full integration	100	100	Full integration
JLEC 5&6	66	66	Full integration	66	66	Full integration

3. CONTINGENT LIABILITIES

TAQA Morocco was subject to a tax audit relating to corporate Tax and Individuel Income Tax for the accounting periods 2012 to 2015, relating to the Solidarity Social Contribution for the years 2013 to 2015, and the Value Added Tax for the financial years from 2008 to 2015.

On June 30th, 2017, a provision for risks was booked based on the valuation prepared by the management and validated by its tax advisers, in order to cover the potential adjustments that could result from this tax audit.

TAQA Morocco was subject to an audit by the Exchange Office for the financial years 2012 to 2017, which is still in progress.

TAQA Morocco estimates that the potential adjustments resulting from these audits will not have any significant impact on the net profit nor the equity and the liquidity of the company.



TAQA MOROCCO GROUP REPORT ON THE REVIEW OF INTERIM CONSOLIDATED FINANCIAL STATEMENTS PERIOD FROM JANUARY 1ST, 2017 TO 30TH JUNE 2017

We have reviewed the interim consolidated financial statements of TAQA Morocco S.A. and its subsidiary (TAQA Morocco Group), which comprise the consolidated statement of financial position as at June 30, 2017, the consolidated statement of profit and loss for the six month period, the consolidated perimeter and a selection of explanatory notes for the period then ended. Those interim consolidated financial statements show a total equity of KMAD 5.776.600 including a net profit of KMAD 701.160.

We have conducted our review in accordance with professional Standards applicable in Morocco. Those standards require that we plan and perform the review to obtain moderate assurance that the consolidated financial statements are free from material misstatement. A review includes mainly making inquiries of the company's staff and analytical review of financial data; thus, it provides a lower level of assurance than an audit. We have not conducted an audit, and accordingly, we do not express an audit opinion.

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim consolidated financial statements, do not present fairly the result of the period's transactions of TAQA Morocco Group's financial position and its assets as at June 30th, 2017, in accordance with accounting principles generally accepted in Morocco.

Without qualifying the conclusion expressed below, we draw your attention to the fact that, from June 2016, the company is under tax control covering the income tax for the period 2012-2015, the individual income tax for the period 2012-2015, the value added tax (VAT) for the period 2008-2015 and social contribution tax for the period 2013-2015. The company received on December 16th, 2016 the first notice letter from tax authorities and the second notice letter on March 2nd, 2017. The company answered on January 13th, 2017 and March 30th, 2017 rejecting the quasi-totality of tax adjustments noticed.

Casablanca, September 12th 2017

The Statutory Auditors

ERNST & YOUNG

Bachir TAZI
Associé

BENJELLOUN TOUIMI CONSULTING

Abdelmajid BENJELLOUN TOUIMI
Associé

TAQA MOROCCO

RESULTS AS OF JUNE 30TH 2017

BALANCE SHEET				
From January 2017 to June 2017				
	ASSET	CURRENT YEAR		PREVIOUS YEAR
		GROSS	Dep/Amort. and provisions	Net
L	CAPITALIZED COST (A)	529 141 519,31	265 897 487,86	263 244 031,45
	• Pre-Operating Costs			181 601 065,66
O	• Deferred Expenditures	529 141 519,31	265 897 487,86	263 244 031,45
	• Bond Reimbursement Costs			181 601 065,66
N	INTANGIBLE ASSETS (B)	11 883 595 455,48	7 507 665 794,69	4 375 929 660,79
	• Research and development Costs			4 590 380 826,33
G	• Licenses, trademarks, rights and similar values	11 096 260 316,18	6 954 563 435,66	4 141 696 880,52
	• Goodwill			4 344 763 938,24
T	• Other intangible assets	787 335 139,30	553 102 359,03	234 232 780,27
	• Intangible asset in progress			245 616 888,09
E	FIXED ASSETS (C)	810 645 622,60	505 269 190,63	305 376 431,97
	• Land			318 805 986,71
R	• Constructions	2 104 303,57	489 077,87	1 615 225,70
	• Technical installations, tools and equipment	441 842 303,15	345 572 681,78	96 269 621,37
M	• Vehicles	2 214 265,53	2 034 542,85	179 722,68
	• Office furniture and equipment other fixtures and furnishing	260 406 239,58	156 897 373,54	103 508 866,04
A	• Other fixed assets	313 970,50	275 514,59	38 455,91
	• Fixed assets in progress	103 764 540,27		56 099,74
S	LONG TERM FINANCIAL ASSETS (D)	1 203 470 242,90	1 203 470 242,90	1 204 082 221,86
	• Loans	3 021 180,04		3 021 180,04
S	• Other long term financial assets	449 462,86		3 633 159,00
	• Shares, Interests	1 199 999 600,00		449 462,86
T	• Other investments		1 199 999 600,00	449 462,86
	LONG TERM EXCHANGE FLUCTUATION (E)			1 199 999 600,00
S	• Decrease in long term assets			
	• Increase in long term liabilities			
C	TOTAL I (A+B+C+D+E)	14 426 852 840,29	8 278 832 473,18	6 148 020 367,11
	INVENTORIES (F)	847 194 457,20	15 639 050,00	831 555 407,20
U	• Merchandises			1 044 398 508,47
	• Consumables	847 194 457,20	15 639 050,00	831 555 407,20
R	• Work in progress			1 044 398 508,47
	• Intermediary inventories			
E	• Finished goods			
	CURRENT ASSETS (G)	1 399 618 823,55		1 399 618 823,55
N	• Suppliers advances	16 128 140,79		1 912 546 846,44
	• Trade receivables	909 110 308,29		16 128 140,79
A	• Employee	1 368 407,10		16 797 641,49
	• Recoverable VAT	465 400 595,92		909 110 308,29
S	• Affiliates current accounts			871 127 356,66
	• Other debtors			1 368 407,10
E	• Prepaid	7 611 371,45		1 572 495,56
	SHORT TERM INVESTMENTS (H)	842 567 966,47		465 400 595,92
T	SHORT TERM EXCHANGE FLUCTUATION (I)	3 906 500,29		458 049 785,34
	(Current assets and liabilities)			
S	TOTAL II (F+G+H+I)	3 093 287 747,51	15 639 050,00	3 077 648 697,51
	CASH AND BANKS			3 902 141 868,22
C	• Checks & cash in transit			
	• Banks	29 273 677,26		29 273 677,26
A	• Petty cash	20 798,08		12 467 421,02
	TOTAL III	29 294 475,34		20 798,08
S	TOTAL GENERAL I+II+III	17 549 435 063,14	8 294 471 523,18	9 254 963 539,96
				10 209 510 590,48

INCOME STATEMENT				
From January 2017 to June 2017				
		OPERATIONS		
		Related to this year 1	Related to Previous year 2	CURRENT YEAR 3 = 1 + 2
				PREVIOUS YEAR 4
I	OPERATING REVENUES			
	• Sales of goods			
E	• Sales of services and produced goods	2 174 690 230,27		2 174 690 230,27
	• Turnover			2 300 599 863,18
X	• Inventory variation (+/-) (1)			
	• Self-constructed fixed asset			
P	l'entreprise pour elle même			
	• Operating subsidy			
L	• Other revenues	1 979 886,77		1 979 886,77
	• Operating expense adjustments; operating expense transfers	6 533 089,93		6 533 089,93
O	TOTAL I	2 183 203 206,97		2 183 203 206,97
				2 300 599 863,18
T	II OPERATING EXPENSES			
	• Sales purchase value (2)			
A	• Raw materials and consumables consumptions (2)	1 315 784 463,92		1 315 784 463,92
	• Other external expenses	70 833 770,57		1 486 337 036,87
I	• Taxes	23 089 668,09		70 833 770,57
	• Labor costs	93 162 154,33		23 260 259,25
N	• Other operating expenses			93 162 154,33
	• Current year operating depreciations and provisions	284 826 554,75		85 549 844,76
	TOTAL II	1 787 696 611,66		750 382,77
				284 826 554,75
	III OPERATING RESULT (I - II)	395 506 595,31		284 826 554,75
				258 907 746,28
	IV FINANCIAL REVENUES			
	• Revenues from investments			
F	• Exchange gains	272 070,36		272 070,36
	• Interest	18 242 754,65		9 876 086,32
I	• Financial expense adjustments ;	2 056 314,93		18 242 754,65
	Financial expense transfers			12 706 596,81
A	TOTAL IV	20 571 139,94		2 056 314,93
				85 860,63
N	V FINANCIAL EXPENSES			
	• Interest costs	98 072 340,22		98 072 340,22
C	• Exchange losses	6 581 465,76		6 581 465,76
	• Other financial costs			1 313 986,05
E	• Current year financial depreciations and provisions	36 872,70		36 872,70
	TOTAL V	104 690 678,68		36 872,70
R	VI FINANCIAL INCOME (IV - V)	(84 119 538,74)		104 690 678,68
	VII CURRENT INCOME (III + VI)	311 387 056,57		(84 119 538,74)
				311 387 056,57
				268 706 512,54

(1) Inventory variation: final inventory - initial inventory; increase (+) decrease (-)
(2) Purchases resold or consumed: purchases - inventory variations

BALANCE SHEET			
From January 2017 to June 2017			
	LIABILITY	CURRENT YEAR	PREVIOUS YEAR
F	SHAREHOLDERS EQUITY (A)		
	• Share capital (1)	2 358 854 200,00	2 358 854 200,00
I	• Minus : subscribed and not paid up capital		
	• Issuance, merger and transfer premiums	1 164 804 710,00	1 164 804 710,00
N	• Write up variances		
	• Legal reserve	235 885 420,00	235 885 420,00
C	• Other reserves	216 856 842,77	150 927 276,88
	• Retained earnings (2)		
E	*Earnings to be allocated (2)		
	• Net earnings (2)	210 584 023,15	938 705 619,89
M	TOTAL SHAREHOLDERS EQUITY (A)	4 186 985 195,92	4 849 177 226,77
	ASSIMILATED EQUITY (B)		
P	• Investment Subsidy		
	• Regulated reserves		
E	LONG TERM FINANCIAL DEBTS (C)	3 887 254 902,13	4 086 601 307,31
	• Bonds issued		
R	• Other long term financial debts	3 887 254 902,13	4 086 601 307,31
	LONG TERM PROVISIONS (D)	17 338 168,00	17 338 168,00
M	• Risk provisions		
	• Provisions for costs	17 338 168,00	17 338 168,00
N	LONG TERM EXCHANGE FLUCTUATION (E)		
	• Increase in receivables		
E	• Reduction in financial debt		
	TOTAL I (A+B+C+D+E)	8 091 578 266,05	8 953 116 702,08
P	CURRENT LIABILITIES (F)	1 153 018 974,02	1 247 258 495,20
	• Trade payables	522 415 700,23	662 280 462,41
A	• Client advances	48 514 858,89	9 918 766,52
	• Employee	16 435 946,41	33 448 161,97
S	• Social security / Pension funds	7 062 051,85	6 697 230,86
	• State	154 844 201,98	128 614 767,44
I	• Affiliates current accounts	1 697,19	1 697,19
	• Other creditors	401 333 999,82	401 411 129,82
C	• Accruals	2 410 517,65	4 886 278,99
	OTHER PROVISIONS (G)		6 962 150,32
C	SHORT TERM EXCHANGE FLUCTUATION (H)		2 173 242,88
	TOTAL II (F+G+H)	1 163 385 273,91	1 256 393 888,40
I	BANK-OVERDRAFTS		
	• Discounted bills		
R	• Overdrafts		
	• Banks (Credit balance)		
E	TOTAL III		
	TOTAL GENERAL I+II+III	9 254 963 539,96	10 209 510 590,48
(1) Debtor personal capital (-) (2) Profitable (+) Loss-making (-)			

INCOME STATEMENT				
From January 2017 to June 2017				
		OPERATIONS		
		Related to this year 1	Related to Previous year 2	CURRENT YEAR 3 = 1 + 2
				PREVIOUS YEAR 4
VII	CURRENT INCOME (REPORTS)	311 387 056,57		311 387 056,57
	VIII NON CURRENT REVENUES			268 706 512,54
N	• Proceeds from fixed assets disposals			
	• Balance subsidy			
O	• Investment subsidy / Current year			
	*Other non current revenues			4 178 246,73
C	• Unusual expenses reductions ; Unusual expenses transfer			
	TOTAL VIII			4 178 246,73
O	IX Non current expenses			
	• Sold fixed assets net book value			
U	• Subsidies awarded			
	• Other non current expenses	4 536 551,00		4 536 551,00
A	• Unusual allotment for current year depreciations and provisions			4 048 374,06
	TOTAL IX	4 536 551,00		4 536 551,00
N	X NON CURRENT INCOME (VIII - IX)	(4 536 551,00)		4 048 374,06
	XI PRETAX INCOME (VII + X)	306 850 505,57		129 872,67
T	XII INCOME TAX	96 266 482,42		306 850 505,57
	XIII NET PROFIT (XI - XII)	210 584 023,15		268 836 385,21
X	XIV TOTAL REVENUES (I + IV + VIII)	2 203 774 346,91		96 266 482,42
	XV TOTAL EXPENSES (II + V + IX + XII)	1 993 190 323,76		210 584 023,15
I	XVI NET PROFIT (Total revenues - total expenses)	210 584 023,15		192 724 899,10
				2 203 774 346,91

CONTINGENT LIABILITIES

TAQA Morocco was subject to a tax audit relating to corporate Tax and Individual Income Tax for the accounting periods 2012 to 2015, relating to the Solidarity Social Contribution for the years 2013 to 2015, and the Value Added Tax for the financial years from 2008 to 2015.

On June 30th, 2017, a provision for risks was booked based on the valuation prepared by the management and validated by its tax advisers, in order to cover the potential adjustments that could result from this tax audit.

TAQA Morocco was subject to an audit by the Exchange Office for the financial years 2012 to 2017, which is still in progress.

TAQA Morocco estimates that the potential adjustments resulting from these audits will not have any significant impact on the net profit nor the equity and the liquidity of the company.

 Ernst & Young Sarl 37 Bd Abdellatif Ben Kaddour 20 000 Casablanca	 Espace Business Cleance 13, rue Ali Kaddour Casablanca
TAQA MOROCCO S.A	
REPORT ON THE REVIEW OF THE INTERIM FINANCIAL STATEMENTS PERIOD FROM JANUARY 1 ST , 2017 TO 30 TH JUNE 2017	
In accordance with the provisions of the Dahir edict as law n°. 1-93-212 of September 21, 1993, as amended and completed, we conducted a limited review of the interim financial statements of TAQA Morocco S.A. as at June 30, 2017 including the balance sheet, income statement and a selection of explanatory notes for the period then ended. Those financial statements show a total equity of MAD 4,186,985,195,92 including a net profit of MAD 210,584,023,15 and are under the responsibility of the Company's management bodies.	
We conducted our review in accordance with the professional standards applicable in Morocco. Those standards require that we plan and perform the review in order to obtain moderate assurance that the interim financial statements are free from material misstatement. A review includes mainly making inquiries of the company's staff and analytical review of financial data; thus, it provides a lower level of assurance than an audit. We have not conducted an audit and, accordingly, we do not express an audit opinion.	
Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim financial statements, do not present fairly the financial position of TAQA Morocco as at June 30, 2017 and the result of the operations for the period then ended, in accordance with accepted accounting standards in Morocco.	
Without qualifying the conclusion expressed below, we draw your attention to the fact that, from June 2016, the Company is under tax control covering the income tax for the period 2012-2015, the individual income tax for the period 2012-2015, the value added tax (VAT) for the period 2008-2015 and social contribution tax for the period 2013-2015. The company received on December 16 th , 2016 the first notice letter from tax authorities and the second notice letter on March 2 nd , 2017. The company answered on January 13 th , 2017 and March 30 th , 2017 rejecting the quasi-totality of tax adjustments noticed.	
Casablanca, September 12 th 2017	
ERNST & YOUNG Bachir TAZI Associé	The Statutory Auditors BENJELLOUN TOUIMI CONSULTING Abdelmajid BENJELLOUN TOUIMI Associé