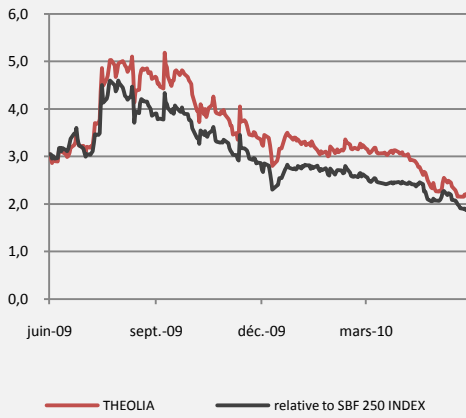




# THEOLIA

Sector Alternative Electricity

Code Bloomberg TEO FP  
Last Price 2,23 EUR



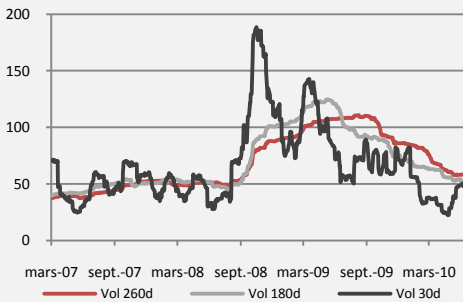
### Market data

Market cap ( EURm)	90
Shrs Outstanding (m)	40
Free float	64%
3m avg. volume( EURm)	0,4
1m return	-1,7%
YTD return	-22,7%

## THEOLIA launches a 60.5 million euro capital increase

THEOLIA, as indicated during its General Meeting on June 1, 2010, enters the last stage of its financial restructuring by launching a capital increase for an amount of up to 60,463,059 euros through a rights offering that will enable it to regain a cleansed balance sheet and to thus reenergize its development. The primary purpose of this capital increase is to allow THEOLIA to reinforce its equity capital in the context of the restructuring of its convertible bond (OCEANE).

This capital increase through a rights offering aims to raise a maximum amount of 60,463,059 euros and is subject to subscription agreements to guarantee the completion of this transaction for a minimum amount of 45,347,295 euros.



### Peer group

ENEL SPA  
IBERDROLA RENOVABLES SA  
EDF ENERGIES NOUVELLES SA  
SECHILLENNE-SIDEC  
NORDEX AG  
CLIPPER WINDPOWER PLC-REG S  
GREENTECH ENERGY SYSTEMS

### Tickers

ENEL IM  
IBR SM  
EEN FP  
SECH FP  
NDX1 GR  
CWP LN  
GES DC

### Terms

Creation of up to 60,463,059 new ordinary shares

- Existing THEOLIA shareholders will be assigned one right for each share held as of the close of trading on Euronext Paris on June 24, 2010
- Two rights will enable an investor to subscribe through subscription by irreducible right to subscribe to 3 new ordinary shares at the price of 1 euro each.

The subscription period for the capital increase will begin on June 25, 2010 and will end on July 7, 2010 (inclusive). During this period, the subscription rights will be listed and able to be traded on the Euronext Paris market under the ISIN code FR 0010907154.

Credit ratios	2008	2009	2010	2011
Gearing	294%	204%	279%	224%
Net debt / Ebitda	/	8,12	11,36	7,39

Valuation ratios	2008	2009	2010	2011
P/E	/	/	/	/
P/BV	0,7	0,6	0,6	0,6
P/CF	/	1,6	5,1	3,5
Dividend yield	0,0	0,0	0,0	-1,2
EV/Ebitda	/	12,4	11,8	8,6

## Subscription commitments

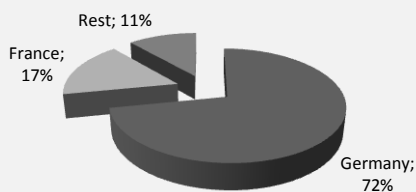
This capital increase is subject to subscription commitments up to 45.3 m€ by Bousard & Gavaudan AM and ABP for 30.2 m€ and 15.1 m€ respectively.

In this context, it is noteworthy to recall that members of the concert declared to the AMF on March 15, 2010 and together holding about 9.07% of the capital) have announced their intention by an irrevocable commitment to subscribe to the capital increase for a cumulative amount of 10 m€d

### Consensus

Consensus	Count	Analysts' target	Value
Buy	0	Price target	2,92
Hold	4	Equity upside	30,8%
Sell	4		

### 2008 company sales per country



**Convertible Bond**

Theolia 2% 2014

Nominal	20,80
Maturity	01/01/14
Redemption	108,38%
Coupon	2%
Conv. Ratio	1
Issuer Call	130%
Call period	01/01/2012 - 01/01/2014

**Convertible bond Valuation**

	Capital Increase (EurM)	60,5
	Put at 01/01/2015 (Eur / CB)	15,34
	Conversion Ratio N1 - to 31/12/2003	8,65
Terms modification	Conversion Ratio N1 - 01/01/2004 to 31/12/2004	6,92
	Early redemption (Eur / CB)	1,77
	New nominal (Eur)	19,03
CB Balance Sheet Value	Before capital increase (EurM)	221,19
	Post capital increase (EurM)	145,62
	post capital increase (based on 23/06/2010 close)	1,54
Theoretical Stock Price	post capital increase including financial result *	2,10
	(based on 23/06/2010 close)	
	Based on theo. stock price	
	Stock	1,54
CB Valuation	CB	<b>15,09</b>
	Stock	2,10
	CB	<b>19,93</b>

\* financial result based on the difference between net debt post and pre operation,

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