All dollar amounts presented in USD unless otherwise noted.
FORWARD-LOOKING STATEMENTS
DISCLAIMER

Certain written and oral statements contained or made in this presentation and discussion are forward-looking within the meaning of applicable securities laws and reflect the views of Algonquin Power & Utilities Corp. (“APUC” or the “Company”) with respect to future events, based upon assumptions relating to, among others, the performance of the Company’s assets and the business, financial and regulatory climates in which it operates. These forward-looking statements include, among others, statements with respect to the expected performance of the Company, its development projects, the effects of U.S. tax reform, its future plans and its dividends to shareholders.

Since forward-looking statements relate to future events and conditions, by their very nature they require us to make assumptions and involve inherent risks and uncertainties. We caution that although we believe our assumptions are reasonable in the circumstances, these risks and uncertainties give rise to the possibility that future events and our actual results may differ materially from the expectations set out in the forward-looking statements. Material risk factors include those presented in the Company’s most recent management discussion & analysis and annual information form. Given these risks, undue reliance should not be placed on forward-looking statements, which apply only as of their dates. Except as required by law, the Company does not intend to update or revise any forward-looking statements, whether as a result of new information, future developments or otherwise.

NON-GAAP FINANCIAL MEASURES
DISCLAIMER

The terms “adjusted net earnings”, “earnings before interest, taxes, depreciation and amortization” (“EBITDA”), “adjusted EBITDA”, and “adjusted funds from operations”, (together the “Financial Measures”) may be used in this presentation. The Financial Measures are not recognized measures under U.S. GAAP. There is no standardized measure of the Financial Measures, consequently APUC’s method of calculating these measures may differ from methods used by other companies and therefore may not be comparable to similar measures presented by other companies. For a reconciliation of the Financial Measures to their corresponding U.S. GAAP measures, please see the Appendix - Reconciliation of non-GAAP Financial Measures at the end of this presentation or APUC’s most recent management discussion & analysis.
Overview – Algonquin Power & Utilities Corp.

- Regulated water, natural gas and electric utility services
- Emphasis on local approach to our key stakeholders:
  - Customers
  - Employees
  - Communities
  - Regulators

- Renewable and clean power development and operations
- Diverse, stable portfolio with long-term contracts
- Investment in sustainable sources of renewable energy
- Additional growth in international markets through Atlantica and AAGES

Multiple avenues for growth within 5-year, U.S.$7.5 B capital program

Our Strategic Objective and Financial Expectations

**Strategic Objective**
To be a top quartile integrated utility as measured by:

- Safety ♦ Customer Experience ♦ Employee Engagement
- Financial Performance ♦ Commitment to Sustainability

**Financial Goals**

- Adj. EPS growth
  - >10% CAGR
- Dividend growth
  - Industry Leading Dividend Growth
- Credit Rating
  - BBB

**Avenues for Growth**

- Regulated Utilities
- Acquisitions
- Canada / United States
- Diversified Modalities
- Contracted Power Generation
- Organic Growth
- International Markets
- Local Expansion

*Multi-strategy approach to delivering predictable, sustainable growth over the short, medium and long-term*
1. APUC interest represented by proportional interest in Atlantica Yield.
Liberty Utilities Offers Predictable Earnings and Growth

| 766,000 customers | ▪ Stable, predictable earnings and return protection across diverse customer base  
| 265,000 electric / 338,000 gas / 163,000 water | ▪ Core customer care competence |
| 2,300 + employees | ▪ Skilled at managing complex projects  
| 40 utilities | ▪ Deep operational expertise  
| 13 U.S states, 1 CDN Province | ▪ Multiple franchise areas  
| U.S.$5.9 B regulated utility assets | ▪ Diversified regulatory jurisdictions  
Includes pending St. Lawrence Gas and NB Gas acquisitions.  
| ▪ Efficient capital deployment  
| ▪ Regulatory relationship management | ▪ Excellent growth track record  
| ▪ Achieved 5-year CAGR of over 25%  
| ▪ Accretive acquisitions in supportive regulatory environments |
Diverse Set of Utility Investment Opportunities

- **“C100” Initiative - CA**
  - U.S.$0.3 B
  - Path to 100% Renewable Energy

- **New Brunswick Gas - NB, Canada**
  - U.S.$0.3 B
  - Natural Gas utility acquisition

- **St. Lawrence Gas - NY**
  - U.S.$0.1 B
  - Natural Gas utility acquisition

- **Granite Bridge - NH**
  - U.S.$0.4 B
  - LNG pipeline and storage

- **Customer Savings Plan - MO and KA**
  - U.S.$1.1 B
  - Wind - 600 MW (3 projects)

- **St. Lawrence Gas**
  - U.S.$1.1 B
  - Path to 100% Renewable Energy

**U.S.$5.3 B of anticipated utility investment within next five years while maintaining competitive customer rates**

- **Safety and Reliability** – U.S.$2.1 B
- **Grid Modernization** – U.S.$0.6 B
- **Customer Experience** – U.S.$0.4 B

1. The New Brunswick Gas and St. Lawrence Gas acquisitions are expected to close in 2019.
<table>
<thead>
<tr>
<th><strong>39</strong> Renewable and Clean Energy Facilities(^1)</th>
<th>Attractive returns and strong cash flow from renewable and clean energy generation sourced from water, wind, solar, and natural gas</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Global</strong> footprint</td>
<td>Diverse generating fleet by both modality, geography and technology provides stable production profile</td>
</tr>
<tr>
<td><strong>1.7 GW</strong> net installed capacity</td>
<td>86% of generation under long term power purchase contracts with inflation escalators</td>
</tr>
<tr>
<td><strong>14</strong> years average PPA length</td>
<td>Targeting unlevered after-tax IRRs of greater than 8%</td>
</tr>
</tbody>
</table>

---

1. Facilities total does not include development projects.
**Significant Pipeline of Renewable Energy Projects**

<table>
<thead>
<tr>
<th>Project Name</th>
<th>Location</th>
<th>Capacity</th>
<th>PPA Details</th>
<th>COD Dates</th>
</tr>
</thead>
<tbody>
<tr>
<td>Blue Hill - 177 MW</td>
<td>SK, Canada</td>
<td>177 MW</td>
<td>25 year PPA w/ Sask Power</td>
<td>COD expected in 2021/2022</td>
</tr>
<tr>
<td>Walker Ridge - 144 MW</td>
<td>CA</td>
<td>144 MW</td>
<td>COD expected late 2020/early 2021</td>
<td></td>
</tr>
<tr>
<td>Shady Oaks II - 100 MW</td>
<td>IL</td>
<td>100 MW</td>
<td>COD expected late 2020/early 2021</td>
<td></td>
</tr>
<tr>
<td>Sandy Ridge II - 65 MW</td>
<td>PA</td>
<td>65 MW</td>
<td>COD expected late 2020/early 2021</td>
<td></td>
</tr>
<tr>
<td>Great Bay II - 45 MW</td>
<td>MD</td>
<td>45 MW</td>
<td>15 year REC contract</td>
<td>COD expected in 2020</td>
</tr>
<tr>
<td>Sugar Creek - 202 MW</td>
<td>IL</td>
<td>202 MW</td>
<td>20 year PPA w/ Hydro Quebec</td>
<td>COD expected in 2019</td>
</tr>
<tr>
<td>Broad Mountain - 200 MW</td>
<td>PA</td>
<td>200 MW</td>
<td>80 MW - COD expected in 2020, 120 MW - COD expected in 2022</td>
<td></td>
</tr>
<tr>
<td>Val-Éo - 24 MW</td>
<td>QC, Canada</td>
<td>24 MW</td>
<td>20 year PPA w/ Hydro Quebec</td>
<td>COD expected in 2019</td>
</tr>
</tbody>
</table>

**Anticipated U.S.$1.7 B in North American development initiatives within next five years**
International Development Focus

Measured growth
- Clean energy, transmission and water infrastructure
- Continue to be opportunistic and respond to tenders and pursue greenfield development

Greenfield renewable development
- Development teams in Spain, Peru and Colombia. Lever the extensive footprint of existing assets

Water desalination and treatment infrastructure
- Water desalination, water and waste water. AAGES has hired former Abengoa water experts

U.S.$0.5 B of anticipated International growth investment
- Includes U.S.$0.2 B commitment for development of first AAGES project - ATN 3 by AAGES

New markets increase available opportunities and growth trajectory
Compelling Long-Term Growth

Adjusted EBITDA Walk

2023 Projected Adjusted EBITDA Split

Offering a strong, visible and conservative growth plan through 2023
Earnings per share growth of >10% supports targeted annual dividend increase
APUC’s dual-listing on TSX/NYSE provides strong access to N.A. capital markets
APUC is part of the S&P/TSX Canadian Dividend Aristocrats Index

- Long-term investment grade BBB fixed rate debt financing
- Large proportion of earnings from regulated utility operations
- Reduced commodity price exposure through inflation indexed long-term PPAs

1. Annualized using Q3 dividend rate. For further information on APUC’s dividend policy, see APUC’s most recent annual information form.
High degree of financial flexibility to execute on growth plans

- Relatively low payout ratio provides significant internally-generated cash flows
- Premium dividend reinvestment program and tax equity provide additional sources of capital
## Investment Grade Capital Structure

### (in U.S.$M) As of Sept. 30, 2018¹

<p>| | | |</p>
<table>
<thead>
<tr>
<th></th>
<th></th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td>Long-term debt</td>
<td>3,145</td>
<td>44%</td>
</tr>
<tr>
<td>Preferred shares / Sub. Notes</td>
<td>472</td>
<td>6.6%</td>
</tr>
<tr>
<td>Equity</td>
<td>3,539</td>
<td>49.4%</td>
</tr>
<tr>
<td>Total capitalization</td>
<td>7,156</td>
<td>100%</td>
</tr>
</tbody>
</table>

- APUC has strong access to debt capital markets in both Canada and the U.S.
- Two senior unsecured bond platforms provide efficient source of capital
- Capital structure has room for over $1.1 billion of preferred shares/subordinated notes

### Liberty Power Bond Platform
- Canadian public style bond platform
- C$785 M senior unsecured bonds issued
- Investment-grade credit ratings:
  - S&P: BBB / DBRS: BBB / Fitch: BBB

### Liberty Utilities Bond Platform
- U.S. private placement market
- U.S.$1,275 M senior unsecured bonds issued
- Investment-grade credit ratings:
  - S&P: BBB / DBRS: BBB (high) / Fitch: BBB

### Highly committed to maintaining investment-grade capital structure

---

1. Pro Forma to include recent U.S. offering of $287.5 M, 6.875% Fixed-to-Floating subordinated notes due Oct. 17, 2078 and C$172.5 M equity issuance closed Dec. 20, 2018.
Algonquin Power & Utilities Corp – Why Invest?

**Earnings & Cash Flows**
- Long-term contracted cash flows and regulated utility earnings
- Significant forecast growth from commercially secured pipeline
- Diverse operations result in stable earnings profile

**Sustainable Dividend Growth**
- Annual dividend increases for eight consecutive years
- Current annual dividend of U.S.$0.5128\(^1\), paid quarterly
- Industry-leading dividend growth

**Robust Development Program**
- Line-of-sight on U.S.$7.5 B of growth over next five years
- New pathways to international growth
- Maintaining valuable business and technology mix

**Enterprise-wide Focus on Risk Management and Sustainability**
- Investment grade capital structure
- Dedicated enterprise risk management and internal audit functions
- Long-term corporate commitment to Sustainability

**Proven Management Team**
- Thirty years of power generation development and utility expertise
- Entrepreneurial roots are core to the corporate culture
- Growing team with experienced talent

---

1. Annualized using Q3 2018 dividend rate. For further information on APUC’s dividend policy, see APUC’s most recent annual information form.
APUC has Delivered a Compelling Total Shareholder Return

1. Source: Bloomberg. Data as of Nov. 28, 2018, and included as part of APUC's Investor Day 2018 materials.
Commitment to Risk Management and Sustainability

Enterprise risk management culture

- Dedicated, cross-functional/cross-regional enterprise risk management ("ERM") team
- Executive oversight of top risks and effectiveness of ERM program

Key ERM program initiatives have been established

- Integration with strategic planning and budgeting processes
- Risk mitigation plans required for top enterprise risks
- Fostering risk awareness culture throughout the enterprise

Sustainability is strongly aligned with APUC’s core values

- APUC Sustainability Policy based on UN Sustainable Development Goals
- Enterprise-wide sustainability framework and strategy being developed
- Documentation and stakeholder communication of APUC’s existing sustainable business practices and track record underway
- Establishing longer-term corporate sustainability goals and performance metrics
- Ten-year track record of reporting under the Carbon Disclosure Project (CDP)
# Q3 2018 Financial Performance

All figures are in USD millions except per share data.

<table>
<thead>
<tr>
<th></th>
<th>Third Quarter ended September 30</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>2018</td>
</tr>
<tr>
<td>Adjusted EBITDA(^1)</td>
<td>164.2</td>
</tr>
<tr>
<td>Adjusted net earnings(^1)</td>
<td>49.7</td>
</tr>
<tr>
<td>Per share</td>
<td>0.10</td>
</tr>
<tr>
<td>Adjusted funds from operations(^1)</td>
<td>127.7</td>
</tr>
<tr>
<td>Revenue</td>
<td>366.5</td>
</tr>
<tr>
<td>Cash Flows from Operating Activities</td>
<td>131.5</td>
</tr>
<tr>
<td>Dividend per share</td>
<td>0.1282</td>
</tr>
</tbody>
</table>

## New facilities, cooling demand offset weak hydro and rate impacts

- Generating fleet growth offset weaker hydro conditions and HLBV adjustment
- Strong cooling demand within electric utility

---

1. Please see Disclaimer on Non-GAAP Financial Measures on page 2 and Appendix - Reconciliation of non-GAAP Financial Measures beginning on page 21 of this presentation.
Q3 2018 Highlights

Existing operations delivered stable performance in Q3

- Adjusted EBITDA$^1$ - 4% increase vs. Q3 2017
- AFFO$^1$ - 22% increase vs. Q3 2017
- Adjusted EPS$^1$ of U.S.$0.10 - in line with consensus

Secured important project milestones

- Design / construction agreements finalized for CSP
- Ministerial approval for Blue Hill - 177 MW wind
- Construction underway at CalPeco solar project
- Advancing renewable natural gas / infrastructure initiatives
- Completed acquisition of additional 16.5% of Atlantica in Q4’18
- Important milestone for Peruvian transmission development

Diverse portfolio of growth opportunities

1. Please see Disclaimer on Non-GAAP Financial Measures on page 2 of this presentation, and Appendix - Reconciliation of non-GAAP Financial Measures.
Non-GAAP Financial Measures

Reconciliation of Adjusted EBITDA to Net Earnings

The following table is derived from and should be read in conjunction with the applicable consolidated statement of operations of APUC. This supplementary disclosure is intended to more fully explain disclosures related to Adjusted EBITDA and provides additional information related to the operating performance of APUC. Investors are cautioned that this measure should not be construed as an alternative to U.S. GAAP consolidated net earnings. The following table shows the reconciliation of net earnings to Adjusted EBITDA exclusive of these items:

<table>
<thead>
<tr>
<th>Net earnings attributable to shareholders</th>
<th>Three Months Ended</th>
<th>Nine Months Ended</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>2018</td>
<td>2017</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>Add (deduct):</th>
<th></th>
<th></th>
<th></th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td>Net earnings attributable to non-controlling interest, exclusive of HLBV</td>
<td>0.3</td>
<td>0.5</td>
<td>1.4</td>
<td>1.8</td>
</tr>
<tr>
<td>Income tax expense</td>
<td>10.7</td>
<td>11.7</td>
<td>50.6</td>
<td>43.7</td>
</tr>
<tr>
<td>Interest expense on Conv. Debs &amp; acquisition financing costs</td>
<td>—</td>
<td>—</td>
<td>—</td>
<td>13.4</td>
</tr>
<tr>
<td>Interest expense on long-term debt and others</td>
<td>37.9</td>
<td>36.4</td>
<td>111.8</td>
<td>109.1</td>
</tr>
<tr>
<td>Other losses (gains)</td>
<td>2.0</td>
<td>0.6</td>
<td>0.4</td>
<td>(3.1)</td>
</tr>
<tr>
<td>Acquisition-related costs</td>
<td>1.0</td>
<td>0.8</td>
<td>9.6</td>
<td>46.7</td>
</tr>
<tr>
<td>Change in value of investment in Atlantica carried at fair value</td>
<td>(10.1)</td>
<td>—</td>
<td>91.9</td>
<td>—</td>
</tr>
<tr>
<td>Costs related to tax equity financing</td>
<td>—</td>
<td>1.0</td>
<td>—</td>
<td>1.4</td>
</tr>
<tr>
<td>Loss on derivative financial instruments</td>
<td>0.7</td>
<td>—</td>
<td>0.9</td>
<td>1.2</td>
</tr>
<tr>
<td>Realized gain (loss) on energy derivative contracts</td>
<td>—</td>
<td>—</td>
<td>—</td>
<td>(0.6)</td>
</tr>
<tr>
<td>Loss (gain) on foreign exchange</td>
<td>0.3</td>
<td>2.1</td>
<td>(0.8)</td>
<td>(0.9)</td>
</tr>
<tr>
<td>Depreciation and amortization</td>
<td>63.5</td>
<td>56.9</td>
<td>196.9</td>
<td>182.1</td>
</tr>
<tr>
<td>Adjusted EBITDA</td>
<td>$164.2</td>
<td>$157.7</td>
<td>$603.7</td>
<td>$497.1</td>
</tr>
</tbody>
</table>
Non-GAAP Financial Measures

Reconciliation of Adjusted Net Earnings to Net Earnings

The following table is derived from and should be read in conjunction with the applicable consolidated statement of operations of APUC. This supplementary disclosure is intended to more fully explain disclosures related to Adjusted Net Earnings and provides additional information related to the operating performance of APUC. Investors are cautioned that this measure should not be construed as an alternative to U.S. GAAP consolidated net earnings.

The following table shows the reconciliation of net earnings to Adjusted Net Earnings exclusive of these items:

<table>
<thead>
<tr>
<th></th>
<th>Three Months Ended Sept 30</th>
<th></th>
<th>Nine Months Ended Sept 30</th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td>(all dollar amounts in USD millions, except per share data)</td>
<td>2018</td>
<td>2017</td>
<td>2018</td>
<td>2017</td>
</tr>
<tr>
<td>Net earnings attributable to shareholders</td>
<td>$57.9</td>
<td>$47.7</td>
<td>$141.0</td>
<td>$102.3</td>
</tr>
<tr>
<td>Add (deduct):</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Loss on derivative financial instruments</td>
<td>0.7</td>
<td>—</td>
<td>0.9</td>
<td>1.2</td>
</tr>
<tr>
<td>Realized gain on derivative financial instruments</td>
<td>—</td>
<td>—</td>
<td>—</td>
<td>(0.6)</td>
</tr>
<tr>
<td>Other losses (gains)</td>
<td>0.3</td>
<td>0.6</td>
<td>(1.1)</td>
<td>(3.0)</td>
</tr>
<tr>
<td>Loss (gain) on foreign exchange</td>
<td>0.3</td>
<td>2.1</td>
<td>(0.8)</td>
<td>(0.9)</td>
</tr>
<tr>
<td>Interest expense on Conv. Debs &amp; acquisition financing costs</td>
<td>—</td>
<td>—</td>
<td>—</td>
<td>13.4</td>
</tr>
<tr>
<td>Acquisition-related costs</td>
<td>1.0</td>
<td>0.8</td>
<td>9.6</td>
<td>46.7</td>
</tr>
<tr>
<td>Change in value of investment in Atlantica carried at fair value</td>
<td>(10.1)</td>
<td>—</td>
<td>91.9</td>
<td>—</td>
</tr>
<tr>
<td>Costs related to tax equity financing</td>
<td>—</td>
<td>1.0</td>
<td>—</td>
<td>1.4</td>
</tr>
<tr>
<td>Adjustment for taxes related to above</td>
<td>(0.4)</td>
<td>(0.2)</td>
<td>0.1</td>
<td>(2.5)</td>
</tr>
<tr>
<td><strong>Adjusted Net Earnings</strong></td>
<td>$497</td>
<td>$52.0</td>
<td>$241.6</td>
<td>$158.0</td>
</tr>
<tr>
<td><strong>Adjusted Net Earnings per share</strong></td>
<td>$0.10</td>
<td>$0.13</td>
<td>$0.52</td>
<td>$0.41</td>
</tr>
</tbody>
</table>

1. Per share amount calculated after preferred share dividends.
Non-GAAP Financial Measures

Reconciliation of Adjusted Funds from Operations to Cash Flows from Operating Activities

The following table is derived from and should be read in conjunction with the applicable consolidated statement of operations and consolidated statement of cash flows of APUC. This supplementary disclosure is intended to more fully explain disclosures related to Adjusted Funds from Operations and provides additional information related to the operating performance of APUC. Investors are cautioned that this measure should not be construed as an alternative to funds from operations in accordance with U.S. GAAP.

The following table shows the reconciliation of funds from operations to Adjusted Funds from Operations exclusive of these items:

<table>
<thead>
<tr>
<th>(all dollar amounts in USD millions)</th>
<th>Three Months Ended Sept 30</th>
<th>Nine Months Ended Sept 30</th>
</tr>
</thead>
<tbody>
<tr>
<td>Cash flows from operating activities</td>
<td>$131.5</td>
<td>$98.4</td>
</tr>
<tr>
<td></td>
<td>$361.7</td>
<td>$210.6</td>
</tr>
<tr>
<td>Add (deduct):</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Changes in non-cash operating items</td>
<td>(4.8)</td>
<td>5.1</td>
</tr>
<tr>
<td></td>
<td>35.4</td>
<td>78.7</td>
</tr>
<tr>
<td>Production based cash contributions from non-controlling interests</td>
<td>—</td>
<td>—</td>
</tr>
<tr>
<td></td>
<td>13.9</td>
<td>7.9</td>
</tr>
<tr>
<td>Interest expense on Conv. Debs &amp; acquisition financing costs (^1)</td>
<td>—</td>
<td>—</td>
</tr>
<tr>
<td></td>
<td>—</td>
<td>7.2</td>
</tr>
<tr>
<td>Acquisition-related costs</td>
<td>1.0</td>
<td>0.8</td>
</tr>
<tr>
<td></td>
<td>9.6</td>
<td>46.7</td>
</tr>
<tr>
<td>Reimbursement of operating expenses incurred on joint venture</td>
<td>—</td>
<td>—</td>
</tr>
<tr>
<td></td>
<td>1.0</td>
<td>—</td>
</tr>
<tr>
<td><strong>Adjusted Funds from Operations</strong></td>
<td><strong>$127.7</strong></td>
<td><strong>$104.3</strong></td>
</tr>
<tr>
<td></td>
<td><strong>$421.60</strong></td>
<td><strong>$351.1</strong></td>
</tr>
</tbody>
</table>

\(^1\) Exclusive of deferred financing fees of $6.2 million in 2017.
CONTACT INFORMATION

Ian Robertson
Chief Executive Officer

David Bronicheski
Chief Financial Officer

Ian Tharp
Vice President, Investor Relations

Tel : 905-465-4500
Email: Investorrelations@apucorp.com

Corporate Information

Head Office
Oakville, ON

Common Share Symbol
TSX/NYSE: AQN

Subordinated Notes Symbol
NYSE: AQNA

Preferred Share Symbols
NYSE: AQNA

Shares Outstanding*
488,851,433

Share Price*
U.S.$10.38

Market Capitalization
U.S.$5.1 B

Dividend**
U.S.$0.5128 per share annually

* Shares outstanding as of Dec. 31, 2018 and price (NYSE) as of January 8, 2019.
** Annualized using Q3 2018 dividend rate.