

May 16, 2019
Shikoku Electric Power Co., Inc.

Equity participation in Natural Gas-fired Power Project in Myanmar

We, Shikoku Electric Power Co., Inc. ("Shikoku Electric"), are pleased to announce that we decided to participate in commercially operating natural gas-fired power generation project in Yangon district in Myanmar with The Chugoku Electric Power Co., Inc. ("Chugoku Electric"). We signed share purchase agreement through our wholly owned subsidiary with a subsidiary of TTCL* on 15th May 2019. As a result, We became a 28.5% stakeholder of the project. This is the first thermal power generation project for us in Southeast Asia.

In order to meet the increasing demand for electricity in Myanmar, which has been experiencing continuous economic growth, TTCL has constructed a 121,000 kW gas combined cycle power plant and started its operation in 2013. The plant supplies electricity to the Electric Power Generation Enterprise under a long-term Power Purchase Agreement until 2043.

Through this project, We, together with Chugoku Electric, will contribute to supply stable electricity in Myanmar by utilizing our technology and know-how accumulated through long operation experience in Japan to support the efficient and stable operation of the project .

We are also aware that Myanmar still needs for new power plant which enables its economic growth and social development, and strive to expand our IPP business by developing and investing in other promising power generation projects for their future.

* TTCL Public Company Limited, a listed company on the Stock Exchange of Thailand

Project Overview

Project	Ahlon Power Plant
Location	Yangon district, Myanmar
Investors	TTCL (43%) Chugoku Electric (28.5%) Shikoku Electric (28.5%)
Technology and Installed Capacity	Gas-fired combined-cycle power generation 121MW
Offtaker and Fuel Supplier	Electric Power Generation Enterprise(EPGE)
Operation Period	2013 to 2043

Location

