

Commercial Operation Start of Rajamandala Hydropower Plant
in the Republic of Indonesia

May 24, 2019

The Kansai Electric Power Co., Inc.

The Kansai Electric Power Co., Inc. (“Kansai”) is pleased to announce that PT. Rajamandala Electric Power (“REP”) received the Commercial Operation Date Certificate (“COD Certificate”) of Rajamandala hydropower plant from PT Perusahaan Listrik Negara (“PLN”) on May 23th. In the COD Certificate, REP and PLN agree that the plant starts the commercial operation from May 12th.

The hydropower plant is located on the Citarum River, in about 100 km southeast of Jakarta in the Republic of Indonesia. It sells its generated power to Indonesian state-owned power company, PLN.

In September 2007, Kansai acquired an exclusive development right of the plant, an IPP business in the Republic of Indonesia, from the Ministry of Energy and Mineral Resources of the country.

In 2012, Kansai and PT Indonesia Power (“IP”) jointly established REP which is a special purpose company for the plant. Afterwards, REP signed a 30-year power sale contract with PLN in August 2013.

After the execution of the construction contract in March 2014 and the loan agreement in June 2014 respectively, REP commenced the construction of the plant in October 2014.

This is the first overseas hydropower project that a Japanese power company carried out the entire development process, from investigation, business evaluation to financing by itself. Kansai would like to express the deepest gratitude to all the related parties including Indonesian companies such as PLN and IP for the strong support toward this project.

The plant will earn the profit from the long-term power sales to PLN for approximately 181GWh annually. In addition, it will supply low-cost and low-carbon electricity stably to the Republic of Indonesia. Kansai believes that it will contribute to the economic growth of the country.

As stated in the Kansai’s medium-term management plan, in order to make overseas business an important pillar of the Group's earnings, Kansai will continue to expand our overseas power business actively by making use of the technological strength and experience Kansai has cultivated so far.

Appendix: Overview of the Rajamandala hydropower project



Overview of the Rajamandala Hydropower Project

(1) Site : Cianjur Regency, West Java Province, Republic of Indonesia

(2) Type : Run of River

(3) Output : 46.6MW

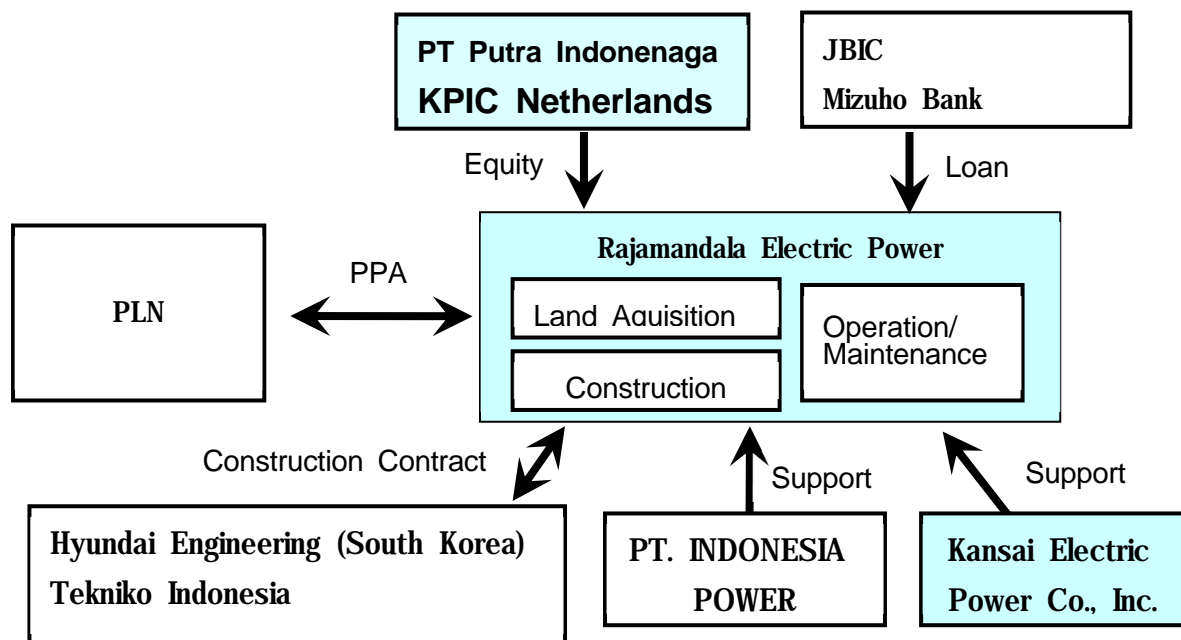
(4) Annual Power Generation : Approximatlely 181GWh

(5) Project Partners :

- KPIC Netherlands B.V.^{※1} : 49%
- PT Putra Indonenaga^{※2} : 51%

※1 a wholly owned subsidiary of Kansai

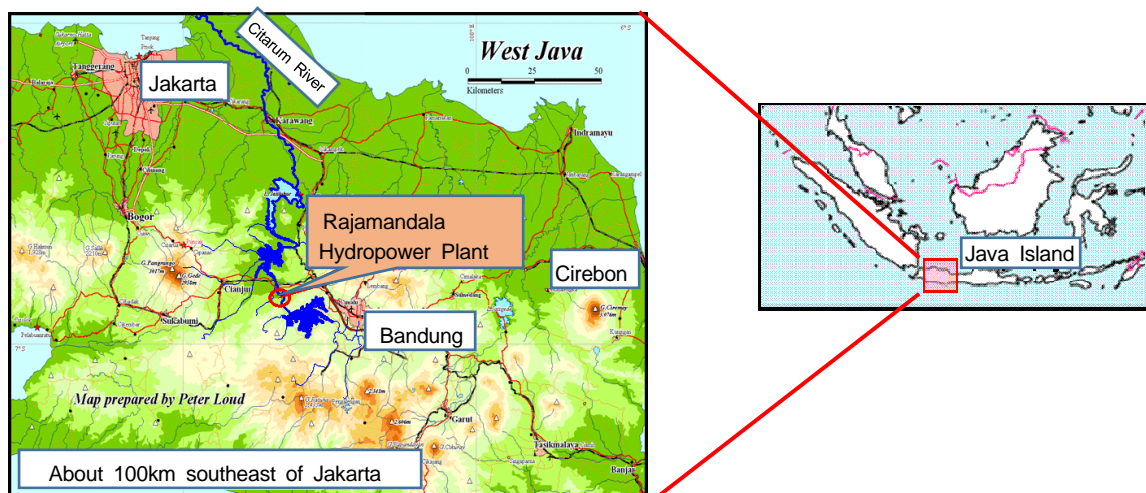
※2 a wholly owned subsidiary of PT. INDONESIA POWER



(6) Start of Construction : October 2014

(7) Start of Comercial Operation : May 2019

(8) Location :



<Profiles of Project Participants>

◇PT PLN (Persero)

Establishment : 1961

Representative : Sofyan Basir CEO

Headquarters : Jakarta, Indonesia

Main Business : Power transmission and distribution (All over Indonesia)
Power generation (excluding Java and Bali Islands)

◇PT INDONESIA POWER

Establishment : 1995

Representative : Sripeni Inten Cahyani, President Director

Headquarters : Jakarta, Indonesia

Main Business : Power generation

◇PT Rajamandala Electric Power

Establishment : 2012

Representative : Basuki Setiawan President Director

Headquarters : Jakarta, Indonesia

Main Business : Power generation

◇The Kansai Electric Power Co., Inc.

Establishment : 1951

Representative : Shigeki Iwane, President and Director

Headquarters : 3-6-16, Nakanoshima, Kita-ku, Osaka, Japan

Main Business : Energy generation, distribution and services, Heat supply,
Telecommunications, Gas supply, etc.

