

MITSUBISHI HC CAPITAL

FOR IMMEDIATE RELEASE

Hitachi Sustainable Energy invests in a Wind Power Company in Vietnam

Entering Vietnam Wind Power Market

Tokyo, May 14, 2021 --- Hitachi Sustainable Energy Ltd. (President: Kei Ishida, “HSE”), a subsidiary of Mitsubishi HC Capital Inc. (TSE:8593, Representative Director, President & CEO: Takahiro Yanai, “Mitsubishi HC Capital”) completed acquisition of 35.1% share of Trung Nam Wind Power Joint Stock Company (“TNWP”), a subsidiary of Trung Nam Construction Investment Corporation (Headquarter: Ho Chi Minh City, Vietnam/Chairman: Nguyen Tam Thinh, “TNCI”), one of leading companies in renewable energy business in Vietnam, with a view to expand HSE’s renewable business in Vietnam. Upon HSE’s acquisition, TNWP becomes an affiliated company accounted by the equity method of Mitsubishi HC Capital.

In line with the rapid economic and social growth over 6% in the past years, the domestic energy demand is also soaring at about 9-10% annually. Government of Vietnam is strongly supporting the expansion of renewable energy industry not only to meet the growing energy demand but to reduce carbon emission from coal-fire power plants by replacing and supplementing with renewables. Vietnam is known for its rich wind resources in ASEAN countries, and the government has revised the power production target from wind power to 6,000MW by 2030. In new Power Development Master Plan 8 (PDP8 for 2021-2030, with a vision towards 2045), the government is expected to put more emphasis on renewables.

The wind power generation company, TNWP, is located in Ninh Thuan Province with the installed capacity of 151.95MW. All wind turbines are supplied by Enercon GmbH and it is expected to generate about 432,000MWh/year and to contribute to the reduction of about 192,000t of carbon dioxide*¹ annually. It has signed a power purchase agreement with EVN for 20 years.

Currently, HSE and its subsidiaries operate 31 wind farms (total installed capacity of 245.8MW) in Japan. Through its activities, HSE intends to contribute to the local communities in such efforts as providing part of its energy sales to promote agriculture under cooperation agreement*². Along with this investment in Vietnam, HSE newly established a representative office in Ho Chi Minh City to promote strategic partnership with TNCI in developing new wind power projects as well as to contribute to a safe and stable development of energy sector and society in Vietnam.

*1: Mitsubishi HC Capital calculated the reduction of carbon dioxide based on an expected annual power generation in line with Act on Promotion of Global Warming Countermeasures.

*2: News Release, “Completion of Jusanko Wind Farm (34.5MW) at Nakadomari and Goshogawara City, Aomori Prefecture”(Japanese only)

<https://www.mitsubishi-hc-capital.com/pdf/investors/hc/newsrelease/2019/20190731.pdf>

■ About Mitsubishi HC Capital Group

Mitsubishi HC Capital was born from the business integration of Mitsubishi UFJ Lease & Finance Inc. and Hitachi Capital Corporation on 1st April 2021. Mitsubishi HC Capital Group positions “Social Infrastructure & Life”, “Environment & Energy”, “Mobility”, “Sales Finance”, and “Global Assets” as the focused fields, and is pursuing its development of renewable energy businesses globally while solving social issues faced by companies and local communities. In addition, Mitsubishi HC Capital Group will contribute to realizing a bright and hopeful future society as well as richer life for people by creating and offer unique and progressive business to meet the ever-changing needs of society and customers in consideration of the global environment. Please access Mitsubishi HC Capital website for the details.

<https://www.mitsubishi-hc-capital.com/english/>

■ About Trung Nam Construction Investment Corporation, Trungham Group

A leading, growing company group established in 2004 that invests in the field of clean energy, social infrastructure construction, development of real estate and IT industrial park, with the commitment to quality and sustainability in every investment project, under a slogan “Sustainable Investment - Building Up the Future”. TNCI is recognized as an eminent player in renewables in Vietnam with installed capacity of more than 1,000MW in hydro power, solar and wind projects. TNCI targets to achieve 10,000MW by 2027. Based on modern technologies in business and production management and engineering strength, the company group continues to contribute to the overall development of the country and the region.

Please access Trungham Group website for more details.

<https://www.trunghamgroup.com.vn/en-US/Default.aspx>

■ Outline of Hitachi Sustainable Energy Ltd.

Name	Hitachi Sustainable Energy Ltd.
Representative	President: Kei Ishida
Location	3-2-2, Saiwai-cho, Hitachi city, Ibaraki prefecture
Establishment	March 1, 2016
Business description	Renewable energy business
Capital	JPY 50 million

■ Outline of Trung Nam Wind Power Joint Stock Company

Name	Trung Nam Wind Power Joint Stock Company
Representative	Chairman: Nguyen Tam Thinh
Location	Thuan Bac District, Ninh Thuan Province, Vietnam
Establishment	September 24, 2010
Business description	Energy development and sales
Capital	VND 1,785,372 million (Aprox.8,213 million yen*)

*VND=JPY0.0046