

FOR IMMEDIATE RELEASE

**Mitsubishi HC Capital Invests in European Energy A/S,
a Green Energy Company**

*Enhance the Environment & Energy Business Globally
to Drive Green Transformation Forward*

Tokyo, 19 January 2024 --- Mitsubishi HC Capital Inc. (TSE, NSE: 8593, Representative Director, President & CEO: Taiju Hisai, the “Company”) announces that the Company will invest approximately 700 million Euros in European Energy A/S (“European Energy”) (the “Investment”), a Danish company developing and operating renewable and next generation energy business mainly in Europe, in accordance with the resolution passed by the meeting of the Board of Directors held today, and signed an Investment Agreement (the “Agreement”). The Company will acquire 20% of outstanding shares and voting rights in European Energy.

Through this Investment, the Company will enhance and extend its Environment & Energy Business in Europe where the pioneering activities towards decarbonization are taking place and demand for green energy is expected to grow significantly.

1. Strategic Rationales of the Investment

European Energy, active in 28 countries, achieved more than accumulated 3GW of renewable energy development and has more than 60GW of development and construction pipelines mainly in Europe. Further, European Energy has a large growth potential by being a global leading and pioneering player in Power-to-X which produces green energy such as e-methanol and green hydrogen generated from renewable energy sources.

“Promote a Decarbonized Society” is one of the Company’s important materiality. The Company has been expanding its renewable energy business and increasing added value in the segment to realise this materiality. In FY 2023, the Company launched its Medium-term Management Plan for FY2023-FY2025 (“2025 MTMP”) and is proceeding with the evolution and layering of business models to achieve business portfolio transformation. As one of its long-term growth strategies, the Company has been pursuing to enhance development functions of renewable energy business in Europe whereby this Investment will accelerate the initiative.

The Company, through the strategic partnership with European Energy and by leveraging the capability and knowledge of both companies, will accelerate the

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development of renewable and green energy on a global scale. By enhancing its initiatives in the Environment & Energy Business, the Company will contribute to realising a decarbonized society.

2. Overview of European Energy

(1) Name	European Energy A/S		
(2) Location	Gyngemose Parkvej 50, 2860 Søborg, Denmark		
(3) Representative	Knud Erik Andersen, CEO		
(4) Line of business	Renewable energy and next generation energy business		
(5) Stated capital (as of 30 September 2023)	40,624 thousand Euro		
(6) Date of establishment	April 2004		
(7) Major shareholders and ownership ratios (as of 19 January 2024)	1. European Energy Holding ApS (74.2%) 2. MDP Invest ApS (13.8%) 3. JPZ Assistance ApS (11.3%)		
(8) Relationship between the Company and European Energy	Capital relationship	Not applicable.	
	Personnel relationship	Not applicable.	
	Business relationship	Not applicable.	
(9) Business results and financial condition for the three most recent fiscal years			
Fiscal year	Year ended December 2020	Year ended December 2021	Year ended December 2022
Consolidated net assets	235 million Euro	350 million Euro	391 million Euro
Consolidated total assets	739 million Euro	1,174 million Euro	1,737 million Euro
Consolidated revenues	206 million Euro	328 million Euro	438 million Euro
Consolidated EBITDA	61 million Euro	81 million Euro	134 million Euro
Net income attributable to owners of the parent	16 million Euro	51 million Euro	78 million Euro

3. Number of Shares to be Transferred, Transfer Price, and Situation of Shares Held Before and After the Investment

(1) Number of shares held before the transfer	0 share (number of voting rights : 0) (voting rights holding ratio : 0%)
(2) Number of shares to be transferred	Outstanding share : Approximately 75 million shares
(3) Transfer price	Approximately 700 million Euro
(4) Number of shares held after the transfer	Approximately 75 million shares (number of voting rights : Approximately 75 million) (voting rights holding ratio : 20.0%)

4. Method of the Investment

The Company will acquire the shares of European Energy through its wholly-owned subsidiary in Denmark, MHC Energy Europe ApS, mainly by undertaking new shares privately issued and allocated by European Energy.

5. Future Outlook

European Energy will be the Company's equity-method affiliate at the completion of the Investment (the Closing). Any impact on the consolidated financial performance of the Company in association with the anticipated Closing is now under review, and matters which should be disclosed, if any, will be promptly disclosed.

Closing is scheduled during late fourth quarter of the fiscal year ending 31 March 2024. Profits and losses of European Energy after the Closing will be reflected in the Company's consolidated financials.

Closing is subject to obtaining regulatory approvals in relevant areas and countries as well as fulfilment of terms and conditions specified in the Agreement.

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