

PRESS RELEASE

For immediate release



YINSON INCREASES STAKE IN INDIA SOLAR PLANT TO 95%

KUALA LUMPUR – 21 August 2020

Yinson Holdings Berhad (“Yinson” or “the Group”), through its wholly-owned subsidiary Yinson Renewables (S) Pte Ltd, has entered into an agreement to acquire additional 57.5% equity interest in Rising Sun Energy Private Limited (“RSE”), an India-incorporated company with two operational solar plants in the Bhadla Solar Park, Rajasthan, India.

Yinson will pay INR1.1 billion (RM61 million) for the stake, subject to completion conditions. Upon completion of the transaction, Yinson will hold a controlling stake of 95.0%, bringing the Group’s total investment in RSE to approximately INR2.3 billion (RM126 million). Accordingly, Yinson will consolidate RSE as a subsidiary in its financial statements.

Yinson had acquired a 37.5% stake in RSE in March 2020, a transaction that marked the Group’s entry into the renewables market.

The two adjoining solar plants, which started operating in 2017, have a combined generation capacity of 140MW (AC rated). 25-year Power Purchase Agreements, which expire in 2042, are signed with NTPC Limited – India’s largest power utility, majority owned by the Government of India.

This transaction is in line with Yinson’s strategies for its renewables division, established in 2019. The acquisition supports the Group’s vision of becoming a global energy solutions provider, specifically relating to its diversification into renewable energy generation assets.

“I am pleased that we have taken this important step towards strengthening Yinson’s position in the renewable energy segment. We believe that this investment will be earnings accretive in the long term, resulting in favourable returns to our shareholders. As always, this investment follows our prudent investment criteria to add value, reflecting carefully managed risks,” said Yinson Group Chief Executive Officer Lim Chern Yuan.

David Brunt, Yinson Chief Executive Officer for Renewables commented, “India is one of the world’s most promising markets for renewable energy, and solar energy in particular. With the Indian government having committed to reducing dependence on fossil energy, it presents vast market entry opportunities for investors. With this additional investment, Yinson and RSE will be in a stronger position to capture the growth opportunities presented by this transformation. We are looking forward to supporting RSE’s further growth path as part of the Yinson group.”

Arunav Sharma, Founder & Chief Executive Officer of Rising Sun Energy commented, “The transaction is reflective of the long-term nature of Yinson’s ownership in RSE. Most importantly, it serves to establish a clear foundation for strategic growth and operational alignment to become a leading renewable energy developer and operator in India.”

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About Rising Sun Energy

RSE was incorporated in India on 25 September 2014 under the Indian Companies Act. RSE develops, owns, and operates solar power assets to support the energy markets in India. RSE owns two operational solar power plants in the Bhadla Solar Park located in Rajasthan, India, with a combined capacity of 140MW (AC).

About Yinson Holdings Berhad

“PASSIONATELY DELIVERING POWERFUL SOLUTIONS”

Yinson Holdings Berhad (“Yinson” or the “Group”) is one of the world’s leading energy solution providers, listed on the Main Market of Bursa Malaysia Securities Berhad.

Yinson was established in 1983 as a transport agency in Johor Bahru which eventually grew to become one of Malaysia’s biggest transport companies.

In 2011, the Group began its venture into the oil and gas industry by winning its first Floating, Storage and Offloading (“FSO”) contract through its joint venture company with PetroVietnam Technical Services Corporation.

In 2014, Yinson strengthened its core business through the acquisition of Fred. Olsen Production ASA. With the acquisition, Yinson inherited a strong and experienced team as well as a further 3 FPSOs and 1 mobile offshore production unit management contract.

In 2016, the Group streamlined the business transformed into a full-fledged FPSO operator through the divestment of its non-oil & gas business segments. Growing from strength to strength, Yinson is currently the 6th largest independent FPSO leasing company in the global FPSO market, with a wide geographical presence in 10 countries.

Gearing for growth, Yinson recently diversified into renewables.

The Group’s current market capitalisation stands at RM6.9 billion as at 21 August 2020.

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