



February 2022

# ACWA Power Business Update on Hassyan IPP

3 February 2022



# Disclaimer

This document and the information contained therein (the "Information") has been prepared by International Company For Water & Power Projects (the "Company") for background purposes only and does not purport to be full, accurate or complete. No reliance may be placed for any purpose on the Information or its accuracy, fairness or completeness. The Information and opinions contained herein are provided as at the date of the presentation and are subject to change without notice. The presentation is the sole responsibility of the Company and has not been reviewed or approved by any regulatory or supervisory authority.

This presentation contains financial information regarding the businesses and assets of the Company. Such financial information may not have been audited, reviewed or verified by any independent accounting firm. The inclusion of such financial information in this presentation or any related presentation should not be regarded as a representation or warranty by the Company or its affiliates, advisors or representatives or any other person as to the accuracy or completeness of such information's portrayal of the financial condition or results of operations of the Company and its consolidated subsidiaries. Certain information contained in this presentation is based on management accounts, current financial statements and estimates of the Company and has not been audited or reviewed by the Company's auditors. Recipients should not place undue reliance on this information. This presentation includes certain non-IFRS financial measures and other metrics which have not been subject to a financial audit for any period. Certain financial and statistical information in this presentation has been subject to rounding off adjustments. Accordingly, the sum of certain data may not conform to the expressed total.

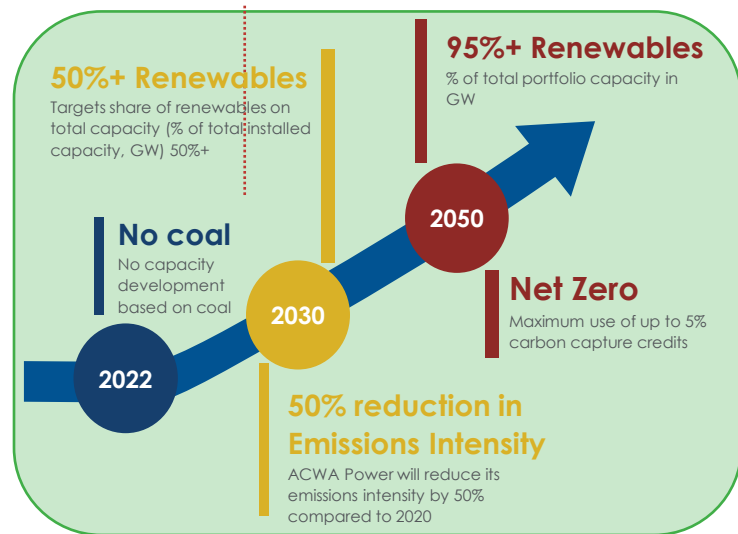
To the extent available, the industry, market and competitive position data contained in the Information come from official or third party sources. Third party industry publications, studies and surveys generally state that the data contained therein have been obtained from sources believed to be reliable, but that there is no guarantee of the accuracy or completeness of such data. While the Company reasonably believes that each of these publications, studies and surveys has been prepared by a reputable party, neither the Company nor any of its directors, officers, employees, affiliates, advisors or agents have independently verified the data contained therein. In addition, certain industry, market and competitive position data contained in the Information come from the Company's own internal research and estimates based on the knowledge and experience of the Company's management in the markets in which the Company operates. While the Company reasonably believes that such research and estimates are reasonable and reliable, they, and their underlying methodology and assumptions, have not been verified by any independent source for accuracy or completeness and are subject to change. Accordingly, reliance should not be placed on any of the industry, market or competitive position data contained in the Information.

The Information does not purport to be comprehensive, complete or without error or omission. To the fullest extent permitted by law, neither the Company nor any of its directors, officers, employees, agents, affiliates or advisors, accepts any responsibility or liability whatsoever for (whether in contract, tort or otherwise) or makes any representation, warranty or undertaking, express or implied, as to the truth, fullness, fairness, accuracy or completeness of the Information (or whether any information has been omitted from it) or any other information or opinion relating to the Company, its subsidiaries, affiliates or associated companies, whether written, oral or in a visual or electronic form, and howsoever transmitted or made available or for any loss or liability (including in respect of direct, indirect or consequential loss or damage) howsoever arising from any use of the Information or otherwise arising in connection therewith. In giving this presentation, neither the Company nor any of its directors, officers, employees, agents, affiliates or advisors undertake any obligation to provide access to any additional information or to update the Information, or to correct any inaccuracies in the Information, including any data or forward-looking statements.

The Information may include forward-looking statements, which are based on current expectations and projections about future events. These statements may include, without limitation, any statements preceded by, followed by or including words such as "target", "believe", "expect", "aim", "intend", "may", "anticipate", "estimate", "plan", "project", "will", "can have", "likely", "should", "would", "could" and other words and terms of similar meaning or the negative thereof. These forward-looking statements are subject to risks, uncertainties and assumptions about the Company and its subsidiaries and its investments, including, among other things, the development of its business, financial condition, prospects, growth, strategies, as well as the trends in the industry and macroeconomic developments in Saudi Arabia and other countries in which the Company operates. Many of these risks and uncertainties relate to factors that are beyond the Company's ability to control or estimate precisely, such as future market conditions, currency fluctuations, the behaviour of other market participants, the actions of regulators and any changes in applicable laws or government policies. In light of these risks, uncertainties and assumptions, the events in the forward-looking statements may not occur and past performance should not be taken as a guarantee of future results. No representation or warranty is made that any forward-looking statement will come to pass. No one undertakes to update, supplement, amend or revise any such forward-looking statement. Except where otherwise indicated, the Information and the opinions contained herein are provided as at the date of the presentation and are subject to change without notice. Past performance of the Company cannot be relied on as a guide to future performance. Nothing in this presentation is to be construed as a profit forecast.

# Hassyan IPP – change to operate with natural gas

- 2400MW (4 units x 600MW) Hassyan IPP is one of the largest power plants in Dubai, UAE, on a 25-year BOO contract with Dubai Water and Electricity Company (DEWA). For further details, refer to company's website (<https://www.acwapower.com/en/projects/hassyan-ipp/>).
- Two units are in operation while other two are in construction. Full Plant Commercial Operation is expected in 2023. ACWA Power holds a 26.95% effective ownership in the project.
- On 02 Feb 2022, DEWA announced, in line with the blessing of the Chairman of the Dubai Supreme Council of Energy, to **convert the operations** of the project **from clean coal to natural gas**.
- **This step** aligns the Dubai Clean Energy Strategy 2050 and Dubai's carbon neutrality strategy by 2050 **to provide 100%** of the energy production capacity from **clean energy sources by 2050** while ensuring Dubai's energy supply security by maintaining a diversified **energy mix**.
- ACWA Power does **not** expect this step to have an impact on the expected **project cost** or **planned operation dates**.



- With operation on natural gas instead of coal, the project **will avoid** approximately **30 million tons of CO2 emissions** by 2030<sup>1</sup>.
- Following ACWA Power's **exit** in 2020 from **the only other coal** project that was at the development stage in Vietnam, this switch to gas will result in an **entirely coal-free ACWA Power's portfolio** of 64 assets at an estimated project cost of SAR 251.1 (USD 67.1) billion<sup>2</sup>.
- These actions augment ACWA Power's **commitment to de-carbonize** our portfolio and focus on **renewables and transitional low CO2 emitting assets** with the objective of fulfilling the **net-zero emissions target by year 2050**<sup>3</sup>.

