

January 8th, 2020

Kyuden International Corporation

Kyushu Electric Power Co., Inc.

Participation in Philippine Microgrid Project of PowerSource Group  
 - our 1st overseas off-grid electrification project for remote island -

Kyuden Group will participate in a Microgrid Project<sup>※1</sup>, which PowerSource Group is implementing on the islands Palawan and Cebu in the Philippines.

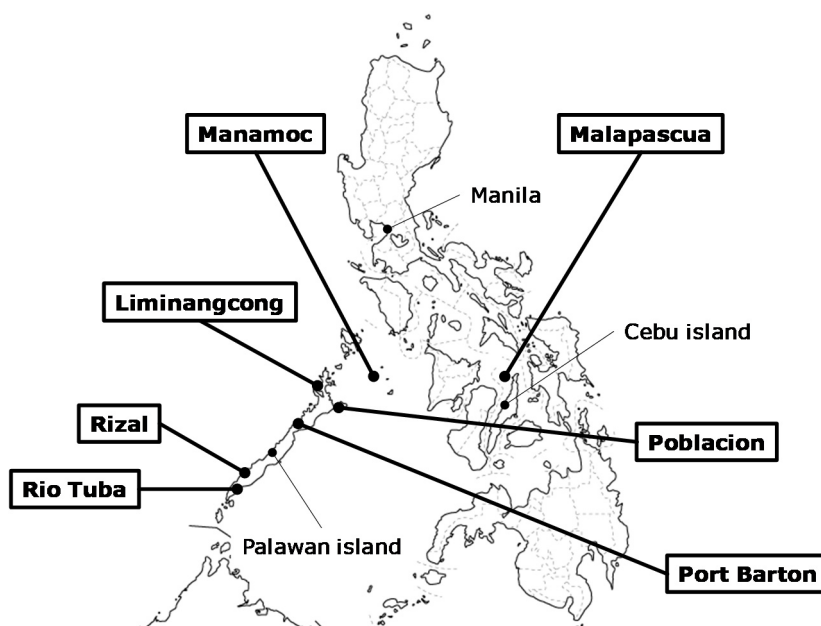
PowerSource Group, an operator qualified by the Philippines Energy Regulatory Commission, supplies electricity to off-grid communities. Currently, they provide electricity generated by diesel to 7 sites on the islands Palawan and Cebu, and planning to implement solar-storage in existing sites, and to develop new sites in the future.

For this project, PowerSource Group and Kyuden Group have formed a strategic partnership, as Kyuden Group has a vast experience of supplying electricity to remote areas and generating renewable energy. By participating in this project, Kyuden Group contributes to the supply of environmental-friendly energy and to the expansion of PowerSource’s microgrid business, by implementing renewable energy sources and providing technical support, such as Operation and Maintenance improvement of PowerSource’s power plants.

By using our top-class technological prowess and expertise, Kyuden Group aims to realize a sustainable society, as listed in the Kyuden Group Management Vision 2030.

※1 Local supply of on-site generated electricity (using various sources such as diesel, solar etc.) to customers in off-grid areas by using microgrid technology.

[Microgrid Site Location]



“Enlighten Our Future”

KYUDEN GROUP’s Mission is to contribute toward the realization of a comfortable and environment-friendly lifestyle today and for generations to come.

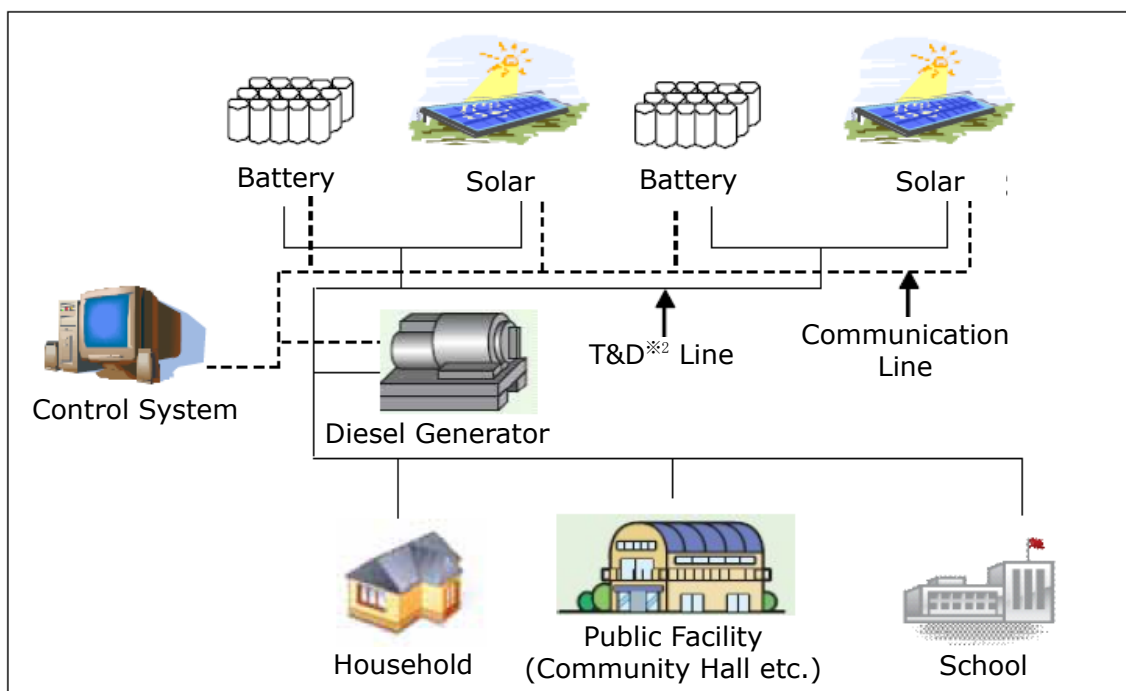
[Overview of PowerSource Group]

Item	Description
Headquarters Location	Makati City, Philippines
Chairman and CEO	Aloysius Borja Colayco
Business Activity	Electric Power Supply

[Overview of Microgrid]

Item	Description
Project Site	<Palawan island> Rio Tuba, Liminangcong, Rizal, Port Barton, Manamoc, Poblacion <Cebu island> Malapascua
Commercial Operation	2005
Generation Capacity	100 kW - 2,100 kW
Generation Type	Diesel generation (solar-storage will be implemented in the future)
Customer	Households, public facilities, hotel, factories, etc.

[Microgrid Image]



※2 Transmission and Distribution