

Development of Non-FIT/Non-FIP Solar Power Plants for Corporate
PPA Service D-Green Premium EX
Joint Development Project 2 with Enewill and Blue Sky Solar

August 9, 2023

Osaka Gas Co., Ltd.

Daigas Energy Co., Ltd.

Osaka Gas Co., Ltd. (hereinafter "Osaka Gas") has decided to develop non-FIT and non-FIP solar power plants with a total capacity of approximately 18 MW (the "Power Plants"), jointly founding a limited liability company with Enewill Inc. (hereinafter "Enewill") and another with Blue Sky Solar Inc. (hereinafter "BSS"). Osaka Gas will purchase all of the electricity generated at the Power Plants. Daigas Energy Co., Ltd. (hereinafter "Daigas Energy"), an agent of Osaka Gas, will supply electricity with environmental value to Aeon Tohoku Co., Ltd. (hereinafter "Aeon Tohoku") as the renewable energy electricity rate plan D-Green Premium EX.

The Power Plants will be constructed and operated as they were selected as a recipient of a subsidy (second supplementary budget for FY 2022) under Consumer-led Solar Power Generation Promotion Project*¹, organized by the Ministry of Economy, Trade and Industry. Sustainable Solarway2 GK jointly invested by Osaka Gas and Enewill and S&Dx Solar2 GK jointly invested by Osaka Gas and BSS develop the Power Plants each. Osaka Gas has also been selected for subsidies from Enewill and BSS in the FY 2021 and is engaged in the development of non-FIT and non-FIP solar power plants*², *³.

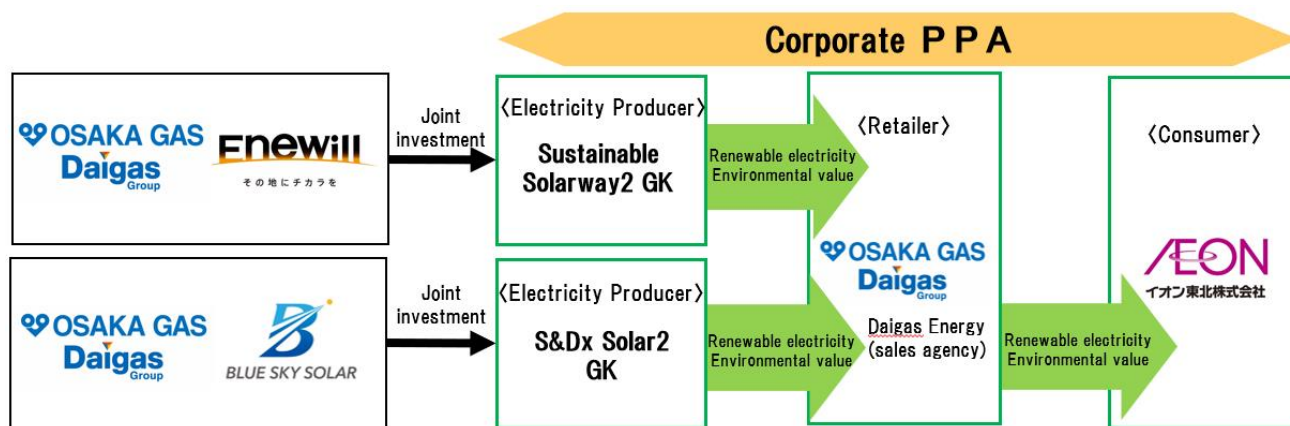
In addition, the electricity generated at the Power Plants will be supplied to Aeon Tohoku as the corporate PA*⁴ service D-Green Premium EX, which, newly developed as a customer-specific service, enables customers to use renewable energy power sources with no initial investment.

Being aware that the land available for large-scale development of solar power plants is becoming scarce, Osaka Gas is actively allying with excellent developers to develop small and medium-sized solar power plants on many sites in Japan. Regarding the scale of the non-FIT and non-FIP solar power plants to be newly developed for corporate PPA services, the cumulative total exceeds 60 MW, including the Power Plants. The cumulative total is expected to exceed 100 MW by the end of this fiscal year. Through the sale of D-Green Premium EX, Daigas Energy will promote the spread of renewable electricity by establishing customer-specific renewable energy power sources and will strive to solve issues for customers and society to become carbon neutral.

Toward the achievement of carbon neutrality by 2050, the Daigas Group aims for widespread use of renewable energy worth 5,000 MW in Japan and overseas, including in-house development and ownership as well as procurement from other companies, by FY 2030. The group has contributed to that worth, approximately 2,250 MW, including the Power Plants. The Osaka Gas Group will continue to help build a low-carbon or carbon-free society by promoting the widespread use of renewable energy.

- *1. A subsidy that subsidizes a portion of the cost of introducing solar power generation equipment that is carried out by consumers in collaboration with electricity producers in order to achieve greenhouse gas emissions reduction targets (formerly known as a Subsidy for Promoting Consumer-led Introduction of Solar Power Generation).
- *2. Joint development with Enewill (formerly JAG Energy Co., Ltd.) of solar power plants with a capacity of approximately 17 MW
https://www.osakagas.co.jp/en/whatsnew/_icsFiles/afieldfile/2022/08/04/220725.pdf: announced in July 2022)
- *3. Joint development with BSS (formerly Sky Solar Japan) of solar power plants with a capacity of approximately 8 MW
https://www.osakagas.co.jp/en/whatsnew/_icsFiles/afieldfile/2022/09/09/220831.pdf: announced in August 2022)
- *4. A contract method in which an electricity producer and a consumer sign a renewable power sales contract to supply renewable power generated by renewable energy sources to the consumer of the electricity through a general power grid.

1. Scheme



2. Outline of This Project

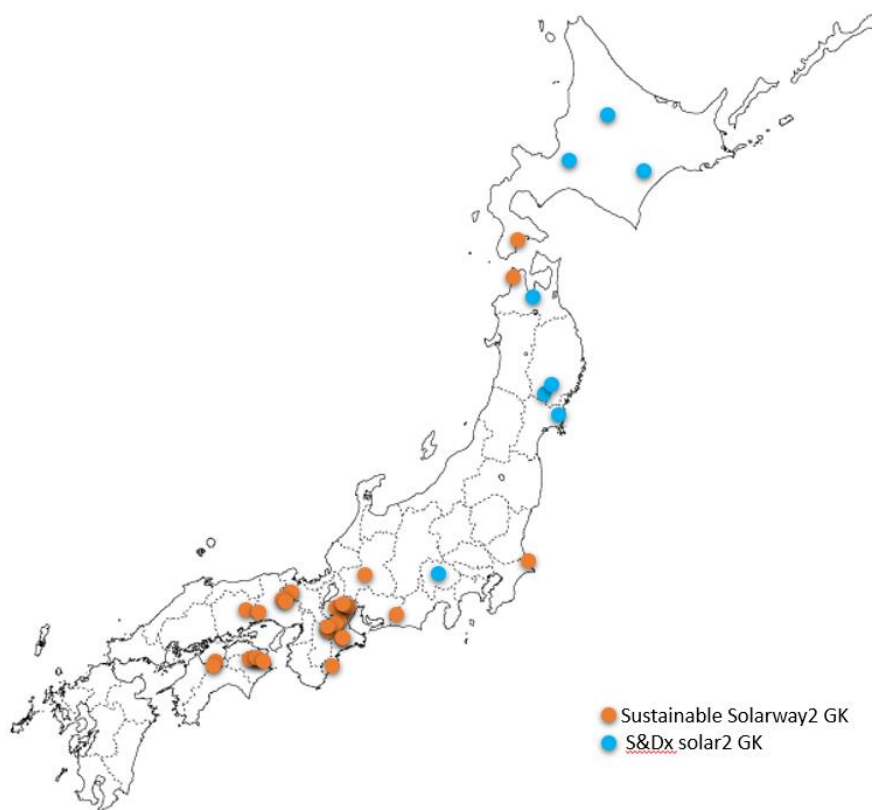
- Joint development with Enewill

Operating company	Sustainable Solarway2 GK (Investment ratio: Osaka Gas, 45%; Enewill, 55%)
Number of power plants	32
Production capacity (total)	Approx. 12 MW
Start of operation (planned)	End of February 2024

- Joint development with BSS

Operating company	S&Dx solar2 GK (Investment ratio: Osaka Gas, 50%; BSS, 50%)
Number of power plants	8
Production capacity (total)	Approx. 6 MW
Start of operation (planned)	End of February 2024

3. Locations of the Power Plants



4. Company Profiles

Osaka Gas

Company name	Osaka Gas Co., Ltd.
Head office	4-1-2 Hiranomachi, Chuo-ku, Osaka
Representative	Masataka Fujiwara, President and Representative Director
Capital	132,166,660,000 yen
Founded	April 10, 1897
Main business	Production and sale of gas; generation and sale of electricity, etc.

Daigas Energy

Company name	Daigas Energy Co., Ltd.
Head office	4-1-2 Hiranomachi, Chuo-ku, Osaka
Representative	Masayuki Inoue, President and Representative Director
Capital	310 million yen
Founded	October 1, 2019
Main business	Sale of gas and electricity to industrial customers and maintenance work associated therewith

Sustainable Solarway2 GK

Company name	Sustainable Solarway2 GK
Head office	3-1-1 Marunouchi, Chiyoda-ku, Tokyo
Representative	Representative member: General Incorporated Association Energy Explorer Officer performing duties: Terumitsu Nosaka
Capital	100,000 yen
Founded	March 7, 2023
Main business	Ownership and management of solar power plants

S&Dx solar2 GK

Company name	S&Dx solar2 GK
Head office	Shiodome City Center 8F, 1-5-2 Higashi-Shimbashi, Minato-ku, Tokyo
Representative	Representative member: General Incorporated Association S&Dx2 Officer performing duties: Takahito Idesawa
Capital	300,000 yen
Founded	March 3, 2023
Main business	Ownership and management of solar power plants

Enewill

Company name	Enewill Inc. (formerly JAG Energy Co., Ltd.)
Head office	3-1-1 Marunouchi, Chiyoda-ku, Tokyo
Representative	Takahiro Sakane, President and Representative Director
Capital	100 million yen
Founded	August 4, 2006
Main business	Development, EPC (engineering, procurement, and construction), and O&M (operation and management) of renewable energy power generation facilities, related consulting services, and electricity retail business

BSS

Company name	Blue Sky Solar Inc. (formerly Sky Solar Japan Inc.)
Head office	Shiodome City Center 8F, 1-5-2 Higashi-Shimbashi, Minato-ku, Tokyo
Representative	Yasuhiro Fujimiya, Representative Director
Capital	1,170 million yen
Founded	October 20, 2009
Main business	Renewable energy IPP business, development and management of power plants, etc.

Aeon Tohoku

Company name	Aeon Tohoku Co., Ltd.
Head office	1-6-25 Tsuchizakiminato-kita, Akita City, Akita Prefecture
Representative	Masanobu Tsuji, President and Representative Director
Capital	3,716 million yen
Founded	March 1, 2020
Main business	General retail business centered on food, etc.