

January 30, 2019
Marubeni Corporation

Marubeni Corporation Enters into Long-Term Water Purchase Agreement
for Shuqaiq 3 Independent Water Project in the Kingdom of Saudi Arabia

Marubeni Corporation (hereinafter “Marubeni”) is pleased to announce that Marubeni, Acciona Agua S.A. (hereinafter “Acciona”), Abdul Latif Jameel Commercial Development Company Ltd. (hereinafter “ALJ”), and Rawafid Alhadarah Holding Ltd. (hereinafter “Rawafid”) have signed a long-term Water Purchase Agreement (hereinafter “WPA”) with Saudi Arabian state-owned company, Water and Electricity Company L.L.C. (hereinafter “WEC”) to construct, own, operate and maintain a desalination plant in the town of Shuqaiq along Red Sea Coast, in the Kingdom of Saudi Arabia (hereinafter “Saudi Arabia”) on January 29, 2019.

The plant will generate 450,000m³/day of water (served population equivalent to approximately 2 million), which is the largest reverse osmosis (hereinafter “RO”) based desalination plant with a Japanese investing company. A special purpose company owned by Marubeni, Acciona, ALJ and Rawafid will proceed with development of the Project, including procuring financing, constructing the RO desalination plant, and selling the water to WEC. The water will be sold over the course of a 25-year term beginning in 2021, which is the target completion date for the plant.

Just as in other Gulf Cooperation Council countries, the demand for water in Saudi Arabia is increasing rapidly in accordance with economic and population growth. On the other hand, there is also demand for RO based desalination plants which are independent and do not require a fire-based power plant for operation, reflecting the global trend towards renewable energy. This plant will answer the demand for stable water supply in Saudi Arabia.

Marubeni owns four independent Water and Power Projects supplying 2,000,000m³/day of water in the United Arab Emirates. Additionally, Marubeni has constructed and operates waste water plants and related facilities in Qatar, and runs water utility companies in Chile, the Philippines and Portugal. Marubeni will leverage its industry knowledge and experience to fulfill its social responsibility by providing reliable and safe water services to people living in areas where access to water is scarce.

<Outline of Shuqaiq 3 Independent Water Project>

% interest in the SPC.	:	Marubeni 45%, Acciona 10%, ALJ 30%, Rawafid 15%
Capacity	:	450,000m ³ /day
Commercial Operation Date	:	Projected 2021
Off-taker	:	WEC
Contract Period	:	25years

Marubeni

<Outline of Participating Companies>

- Acciona

Location : Spain

Established : 1975

Business : Engineering of Desalination , water and waste water treatment

Outline

- ALJ

Location : Saudi Arabia

Established : 2013

Business : Investment on Automobile and Infrastructure

Outline

- Rawafid

Location : Saudi Arabia

Established : 2016

Business Outline : Construction of Infrastructure and Bunkering

<Site Map>

