

August 31, 2016

J-POWER

## **J-Power agrees to acquire additional interest in Elwood Energy, LLC**

Electric Power Development Co., Ltd. (headquartered in Chuo-ku, Tokyo; Toshifumi Watanabe, President, hereafter “J-POWER”) announced today that it decided to acquire an additional 50% interest in Elwood Energy LLC, which owns the Elwood Power Plant (1,350MW, Simple Cycle Gas Turbine Plant, Will County, Illinois), from the subsidiaries of a major US gas and electricity company, Dynegy Inc. (hereafter “Dynegy”). The acquisition will be made through its limited partnership vehicle with John Hancock Life Insurance Company U.S.A. (“John Hancock”). Prior to this announcement, J-POWER’s US local entity, J-POWER USA Development Co., Ltd., signed a definitive acquisition agreement with Dynegy on August 3<sup>rd</sup>, 2016.

J-POWER indirectly acquired partial interests in Elwood Energy LLC in January 2007, and thereafter established a limited partnership with John Hancock in May of the same year. The limited partnership has maintained a 50% interest in Elwood Energy LLC up until this point. The additional acquisition interest will result in 100% holdings by the limited partnership of J-POWER and John Hancock. Please note that the acquisition process will be completed upon customary approvals by the US regulatory authorities.

The Elwood Power Plant is located within PJM<sup>\*1</sup>, one of the most reliable electricity markets in the US. This acquisition is in line with J-POWER’s business direction in North America, which is to develop and invest in highly qualified power generation assets. J-POWER will continue exploring opportunities for expanding its business in North America.

Upon this acquisition, J-POWER’s North American investment will span over 10 projects with an owned capacity of approximately 1,800 MW.

Based on the J-POWER Medium-term Management Plan announced last year, J-POWER, by utilizing various sales forms, will eagerly pursue its path to expand the business in the US energy market, where the market is advanced in liberalization with ample business opportunities, aiming to realize the total overseas owned capacity of 10 GW by 2025.

\*1: The independent system operator in the Eastern US that operates the largest wholesale electricity market in the US as well as run its electric power system. The operational region started from Pennsylvania, New Jersey and Maryland, as suggested by its name, and now extends to as far as Delaware, Illinois, Indiana, Kentucky, Michigan, North Carolina, Ohio, Tennessee, Virginia, West Virginia and the District of Columbia..

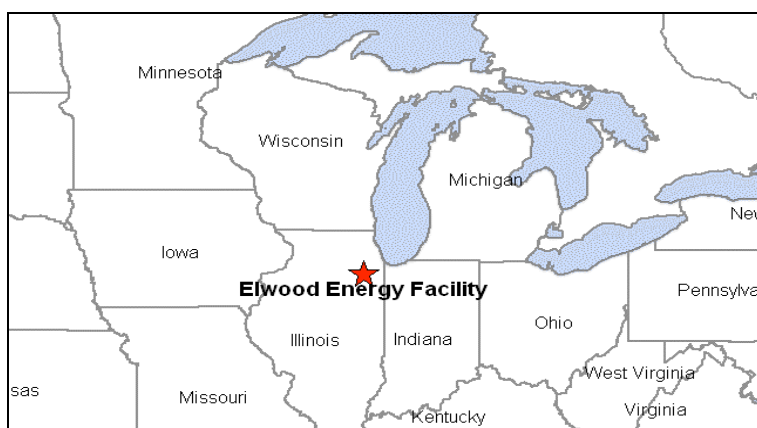
<Attachments>

1. Overview of the Elwood Energy Power Plant
2. List of J-POWER’s Overseas IPP Projects

1 . Overview of the Elwood Energy Power Plant

Location	Elwood, Will County, Illinois. 50 km South West of Chicago		
Generation Method	Gas (Simple Cycle)		
Output	1,350MW (Gas turbines: 150MW x 9 units)		
Fuel	Natural Gas		
Project Operator	Elwood Energy, LLC		
Customers and PPA periods	Unit	PPA	Customer
	1-4 and 9	None	Merchant operations in PJM, a deregulated market
	5-6	Until August 31 <sup>st</sup> 2016	Constellation Energy Group
	7-8	Until August 31 <sup>st</sup> 2017	Constellation Energy Group
Maintenance Operator	Elwood Services Company, LLC.		

Location of the Power Plant



<Overview of Dynegy>

- 1 . Name: DYNEGY INC.
- 2 . Headquarters: Houston, Texas
- 3 . Overview: Established in 1984. Listed on the New York Stock Exchange. The largest IPP in the US holding 35 power plants in 8 US states with a total output of 26GW. Further, it has announced its future acquisition worth approximately 9 GW (total output) from the French company, Engie.

2. List of J-POWER's Overseas IPP Projects  
(Currently operational projects)

Country/ Region	Project Name	Power Generation Method	Capacity (MW)	J-POWER Investment Ratio (%)	Owned Capacity (MW)
<b>US (10 Projects)</b>			<b>4,504</b>		<b>1,785</b>
	Tenaska Frontier	Gas (Combined Cycle)	830	31.0	257
	<b>Elwood Energy *1</b>	<b>Gas (Simple Cycle)</b>	<b>1,350</b>	<b>50.0</b>	<b>675</b>
	Green Country	Gas (Combined Cycle)	795	50.0	398
	Birchwood	Coal	242	50.0	121
3 Eastern Gas Thermal Plants	Pinelawn	Gas (Combined Cycle)	80	50.0	40
	Equus	Gas (Simple Cycle)	48	50.0	24
	Fluvanna	Gas (Combined Cycle)	885	15.0	133
2 Long Island Thermal Plants	Edgewood	Gas (Simple Cycle)	88	50.0	44
	Shoreham	Jet Fuel (Simple Cycle)	90	50.0	45
	Orange Grove	Gas (Simple Cycle)	96	50.0	48
<b>Thailand (16 Projects)</b>			<b>5,947</b>		<b>3,300</b>
	Roi-Et	Biomass (Chaff)	10	24.7	2
	Egco Cogen	Gas (Combined Cycle)	112	20.0	22
	GCC	Gas (Combined Cycle)	110	49.0	54
	SCC	Gas (Combined Cycle)	117	49.0	57
	NKCC	Gas (Combined Cycle)	120	49.0	59
	GYG	Biomass (Rubber Wood Waste)	20	49.0	10
	GPG	Gas (Combined Cycle)	1,468	49.0	719
	7 SPP	Gas (Combined Cycle)	790	57.7	456
	Nong Saeng	Gas (Combined Cycle)	1,600	60.0	960
	U-Thai	Gas (Combined Cycle)	1,600	60.0	960
<b>China (5 Projects)</b>			<b>8,609</b>		<b>910</b>
	Tianshi	Coal waste	50	24.0	12
	Hanjiang (Xihe / Shuhe)	Hydropower	450	27.0	122
	Gemeng	Mainly Coal	6,019	7.0	421
	Hezhou	Coal	2,090	17.0	355
<b>Other (5 projects)</b>			<b>1,446</b>		<b>656</b>
	Phillipines: CBK (3 projects)	Hydropower	728	50.0	364
	Taiwan: Chiahui	Gas (Combined Cycle)	670	40.0	268
	Poland: Zajaczkowo	Wind Power	48	50.0	24
<b>Total (6 countries)</b>			<b>20,506</b>		<b>6,651</b>

\*1 This projects increases our equity from 25% to 50% and owned capacity output from 338 MW to 675 MW.

(Projects under development)

Country/ Region	Project Name	Power Generation Method	Capacity (MW)	JPOWER Investment Ratio (%)	Owned Capacity (MW)
<b>Indonesia</b>	Central Java	Coal	<b>2,000</b>	34.0	<b>680</b>