ACWA Power
Business Update on Hassyan IPP

3 February 2022
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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 2030¹.

- 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) billion².

- These actions augment ACWA Power’s commitment to decarbonize our portfolio and focus on renewables and transitional low CO2 emitting assets with the objective of fulfilling the net-zero emissions target by year 2050³.

¹ Based on 55% capacity factor.
² As at 24 January 2021 including operational, under construction and in advanced development projects.
³ The Group is committed to gradually reducing its green house gas (GHG) emission intensity, by 50% by 2030, ultimately achieving net zero-emissions by 2050.