

MUFG Bank, Ltd.
(Incorporated in Japan with limited liability)

For Immediate Release

MUFG Hong Kong closes JPY15 billion Samurai syndicated emission reduction-linked term loan facility with CLP Power Hong Kong Limited

Hong Kong, 29 March 2022 – MUFG Bank, Ltd. (MUFG) announced that it has successfully closed a JPY15 billion Samurai syndicated emission reduction-linked term loan facility with CLP Power Hong Kong Limited (CLP Power), one of the only two electricity providers in Hong Kong.

This facility marks the first ESG-linked transaction for CLP Power in the Japanese financial market. It is also CLP Power's first sole mandate to MUFG with multiple exclusive roles including Sole Mandated Lead Arranger and Bookrunner and Underwriter, Sole Sustainability Coordinator, Sole Swap Bank and Facility Agent.

The terms of the facility included performance targets linked to levels of air emissions, including sulphur dioxide, nitrogen oxides and respirable suspended particulates, within a reducing annual maximum output level.

MUFG facilitated the participation of regional and city banks based in Japan for this ESG-linked transaction, resulting in the further diversifying of CLP Power's funding and cost effectiveness. The facility received overwhelming market response, underscoring MUFG's extensive distribution network and in-depth understanding of the credit appetite of a broad spectrum of Japanese investors.

Mr. Tony Lee, MUFG's Head of Global Corporate Banking, East Asia, said: "This emission reduction-linked financing accentuates MUFG's commitment to support our clients in achieving their ESG objectives, and we are privileged to collaborate with CLP Power in its decarbonisation journey to create a positive environmental impact. This landmark transaction also demonstrates our ability to leverage our extensive network in the Japanese financial market to deepen the investor bandwidth for our clients."

Mr. Augusto King, MUFG's Managing Director, Co-Head of DCM, Asia-Pacific, said: "MUFG is honoured to act as the sole leading bank to arrange this debut Samurai syndicated emission reduction-linked term loan facility for CLP Power. The facility was innovatively structured to mobilise capital from Japan to support the company's energy transition. As ESG commitments and performance receive greater attention in Asia's capital markets, we will continue to support like-minded clients in advancing their

sustainability priorities with tailored solutions leveraging our global coverage network and capabilities.”

Mr Nicolas Tissot, Chief Financial Officer of CLP Holdings Limited, said, “We are definitely seeing a growing interest in sustainable financing from investors and banks as a result of a sharper consideration of ESG factors, alongside financial factors, in their investment decision-making process. This is absolutely in line with CLP’s commitment to work with our key stakeholders, including capital providers, to carry out more socially-responsible, sustainable financing to support our decarbonisation investments as part of our Climate Vision 2050.”

Mr T K Chiang, Managing Director of CLP Power Hong Kong Limited said, “CLP Power has been actively supporting the Hong Kong Government’s goals to achieve carbon neutrality by 2050. As we continue to decarbonise our portfolio of generation assets and evolve our business model to support our customers to improve energy efficiency, we are glad to see more capital flow being channelled into sustainable financing to fund our decarbonisation plans.”

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About MUFG

Mitsubishi UFJ Financial Group, Inc. (MUFG) is one of the world’s leading financial groups. Headquartered in Tokyo and with over 360 years of history, MUFG has a global network with approximately 2,500 locations in more than 50 markets. The Group has about 170,000 employees and offers services including commercial banking, trust banking, securities, credit cards, consumer finance, asset management, and leasing.

The Group aims to “be the world’s most trusted financial group” through close collaboration among our operating companies and flexibly respond to all of the financial needs of our customers, serving society, and fostering shared and sustainable growth for a better world. MUFG’s shares trade on the Tokyo, Nagoya, and New York stock exchanges.

MUFG Bank, Ltd. is Japan’s premier bank, with a global network spanning more than 50 markets. Outside of Japan, the bank offers an extensive scope of commercial and investment banking products and services to businesses, governments and individuals worldwide.

In Asia, MUFG has a presence across 20 markets – Australia, Bangladesh, Cambodia, China, Hong Kong, Indonesia, India, South Korea, Laos, Malaysia, Mongolia, Myanmar, New Zealand, Pakistan, Philippines, Singapore, Sri Lanka, Taiwan, Thailand and Vietnam.

It has also formed strategic partnerships with some of the most prominent banks in Southeast Asia, further augmenting its unrivalled network across the region – VietinBank

in Vietnam, Krungsri in Thailand, Security Bank in the Philippines and Bank Danamon in Indonesia.

For more information, visit <https://www.mufg.jp/english>.

About CLP Power Hong Kong Limited

CLP Power Hong Kong Limited (CLP Power) is the Hong Kong utility subsidiary wholly owned by CLP Holdings Limited, a company listed on the Hong Kong Stock Exchange and one of the largest investor-owned power businesses in Asia. CLP Power operates a vertically integrated electricity supply business in Hong Kong, and provides a highly reliable supply of electricity and excellent customer services to six million people in its supply area. In 2021, CLP celebrated the 120th anniversary of its founding in Hong Kong with a commitment to continue to move forward with the community based on a shared vision of a better tomorrow.

For media enquiries, please contact:

Karl Ho

Corporate Communications, Asia
MUFG Bank
DID: +65 69183841
Email: karl_ho@sg.mufg.jp

Heather Chua

Corporate Communications, Asia
MUFG Bank
DID: +65 69183843
Email: heather_chua@sg.mufg.jp