

PRESS RELEASE
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YINSON FURTHER STRENGTHENS PARTNERSHIP FOR BRAZIL FPSO ANNA NERY PROJECT WITH “K” LINE PARTICIPATION

KUALA LUMPUR – 9 July 2020

Yinson Holdings Berhad (“Yinson” or the Group”) via its wholly owned subsidiary, Yinson Acacia Ltd has entered into an agreement with Kawasaki Kisen Kaisha, Ltd. (“K” Line”) to own around a 10% stake in a joint participation for the charter, operations and maintenance of FPSO Anna Nery, a floating, production, storage and offloading (FPSO) vessel for the Marlim revitalisation project in Brazil.

Completion of the transaction is subject to final acceptance of the FPSO as well as the FPSO achieving stable operations which is expected to be met in 2023.

In line with the overall financing strategy for the project, the agreement makes “K” Line the second strategic partner following Sumitomo Corporation’s (“Sumitomo”) participation in the FPSO Anna Nery project with a 25% stake.

Commenting on the Group’s business strategy, Yinson’s Group Executive Chairman Lim Han Weng said, “The collaboration with “K” Line reaffirms the confidence that our partners have towards Yinson’s project execution and operational strength. Yinson and “K” Line have a strong relationship built on trust and cooperation seeing as they already hold an indirect equity stake in our FPSO John Agyekum Kufuor (“JAK”). Their investment into FPSO Anna Nery shows their continued confidence in our ability to deliver projects efficiently, and we are thankful and honoured for the opportunity to strengthen our existing partnership with yet another project”.

“K” Line is one of four partners, including Sumitomo that makes up the Japanese consortium who successfully acquired a 26% equity interest in FPSO JAK in June 2018, a transaction that velocitised the value of the project for Yinson.

Conversion works on FPSO Anna Nery are progressing well, with its first steel cut carried out in April 2020, and the commencement of structural hull work. The project team is also making good progress with demolition works.

The estimated aggregate value of the FPSO Anna Nery project is USD5.4 billion, with a contract period of 25 years from the date of the final acceptance, with no options for extension thereafter.

About Yinson Holdings Berhad

“PASSIONATELY DELIVERING POWERFUL SOLUTIONS”

Yinson Holdings Berhad is one of the world’s leading energy solution providers, listed on the Main Market of Bursa Malaysia Securities Berhad.

Yinson was established in 1983 as a transport agency in Johor Bahru which eventually grew to become one of Malaysia's biggest transport companies.

In 2011, the Group began its venture into the oil and gas industry by winning its first floating, storage and offloading ("FSO") contract through its joint venture company with PetroVietnam Technical Services Corporation.

In 2014, Yinson strengthened its core business through the acquisition of Fred. Olsen Production ASA. With the acquisition, Yinson inherited a strong and experienced team as well as a further three FPSOs and one mobile offshore production unit management contract.

In 2016, the Group streamlined the business and transformed into a full-fledged FPSO operator through the divestment of its non-oil and gas business segments. Growing from strength to strength, Yinson is currently the 6th largest independent FPSO leasing company globally with a geographical presence in 11 countries.

Gearing for growth, Yinson recently diversified into renewables.

The Group's current market capitalisation stands at RM6.44 billion as at 8 July 2020.

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Issued by Imej Jiwa Communications Sdn Bhd on behalf of Yinson Holdings Berhad

For further queries please contact: -

Imej Jiwa Communications

Jason Chiew

017 980 4293

Jason@imejjiwa.com