

MAJOR MILESTONE PASSED IN PLANS FOR POSSIBLE NEW POWER STATION ON TEESSIDE

One of the major milestones in Sembcorp's plans to develop a large scale power station serving the low carbon needs of energy intensive industries looking to come to the Tees Valley has now been passed.

The Secretary of State for Business, Energy and Industrial Strategy (BEIS) has given Government consent for a station of up to 1,700MW to be built at the Wilton International site.

As a nationally significant infrastructure project, Sembcorp's proposal required national approval via a process that has taken more than two years and included a full environmental assessment and intensive stakeholder consultation.

On the site of the former 1875MW Teesside Power Station, the station would be carbon capture ready and would also be capable of supplying surplus electricity into the national grid to meet the country's energy security needs.

Sembcorp will now look at the business case for the project in the light of the rapidly changing UK energy market and take a final decision in the months ahead on whether the development will proceed. It remains an important element of Sembcorp's future business development plans in the UK.

Nomi Ahmad, Head of UK (Energy) for Sembcorp, said: "This is a major step forward in our development plans that if sanctioned could see hundreds of jobs created and sustained and millions of pounds invested in the UK."

The plant could see 60-80 permanent new jobs created at the Wilton International site and a further 150 in the supply chain. It would support up to 1,000 jobs during an anticipated three-year construction phase.

The process would incorporate the assembly of two gas turbines in two separate phases. A decision is yet to be made on a possible technology provider.

Notes to Editors

Sembcorp Utilities UK

Sembcorp Utilities (UK) Ltd www.sembcorp.co.uk is part of the Singapore-based Sembcorp Industries group and supplies energy and many essential services to some of the Tees Valley's most important manufacturing firms including SABIC Petrochemicals UK, Lotte Chemical UK, Huntsman Polyurethanes and Ensus.



The company, which employs around 200 people at the Wilton International site, supplies power, steam, water, compressed air and other utilities and services to customers from a variety of low carbon assets including biomass and energy from waste facilities as well as gas and steam turbines.

Sembcorp owns much of the c.500 acres of currently available development land on the 2,000 acre site, including the 39 acre section of land in which it is proposed that the new gas fired power station could be located as well as two supplying gas pipelines.

Sembcorp Industries

Sembcorp Industries <u>www.sembcorp.com</u> is a leading utilities, marine and urban development group, operating across multiple markets worldwide.

As an integrated energy player, Sembcorp is poised to benefit from the global energy transition. With a strong track record in developing and developed markets, it provides solutions across the energy and utilities value chain, with a focus on the Gas & Power, Renewables & Environment, and Merchant & Retail sectors. It has a balanced energy portfolio of over 12,000 megawatts, including thermal power plants, renewable wind and solar power assets, as well as biomass and energy-from-waste facilities. In addition, Sembcorp is a world leader in offshore and marine engineering, as well as an established brand name in urban development.

Sembcorp Industries has total assets of over S\$22 billion and over 7,000 employees. Listed on the main board of the Singapore Exchange, it is a component stock of the Straits Times Index, several MSCI and FTSE indices, as well as the SGX Sustainability Leaders Index and the Dow Jones Sustainability Asia Pacific Index.

5th April 2019