



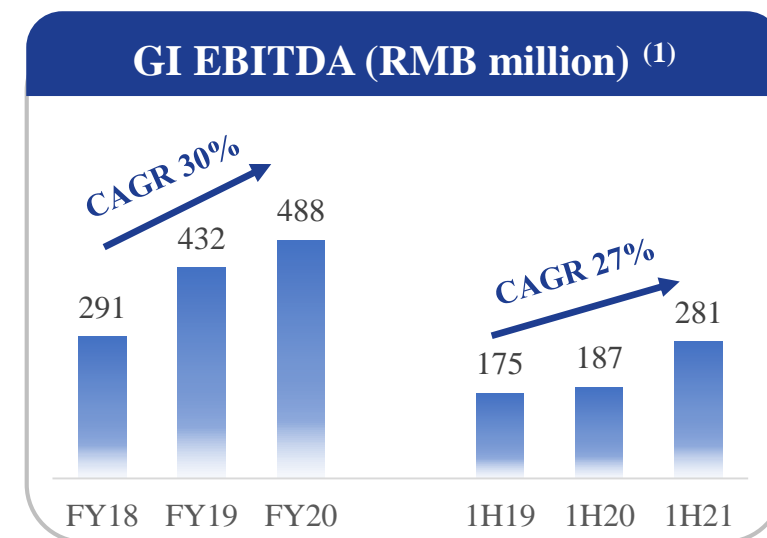
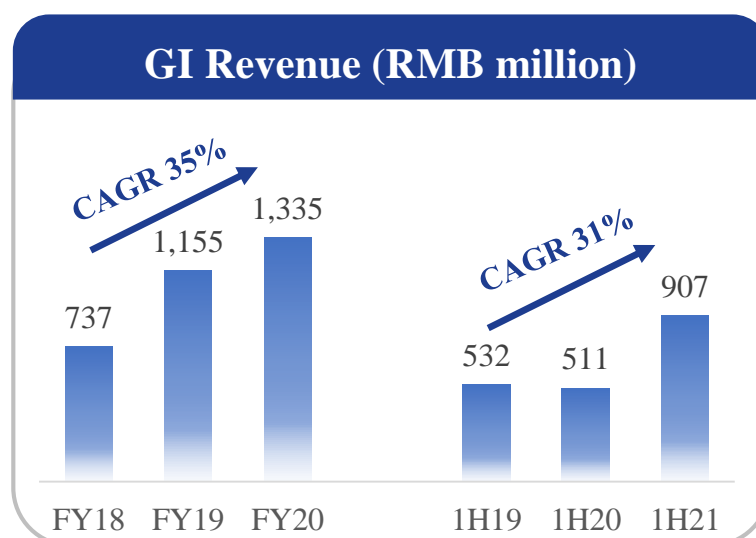
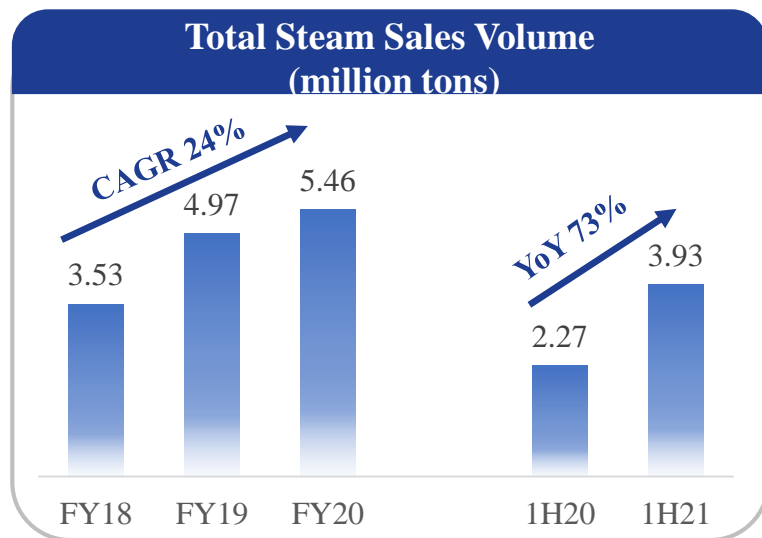
# 1H2021 Financial Highlights of Sunpower Group



# GI Robust Financial Performance with Rapid Growth, High Margins and Strong Cash Generation

- After the disposal of M&S business, GI is now the sole principal business of the Group. GI performance remains strong, benefitting from the scale-up of GI portfolio and the continuous ramp-up of each project
- GI revenue in 1H2021 up 77% YoY to record RMB907 million and GI EBITDA up 50% to RMB281 million
- GI business model has proven its ability to provide a high Net Present Value (NPV) of long-term and recurring cashflows, backed by an attractive double-digit project IRR
- GI projects are still ramping up with long-term NPV of future cashflows expected to be substantially higher than the latest reported period\*

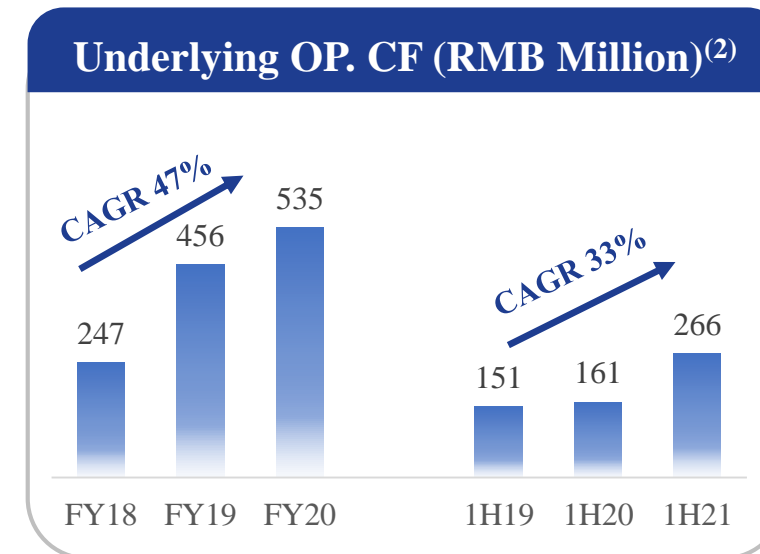
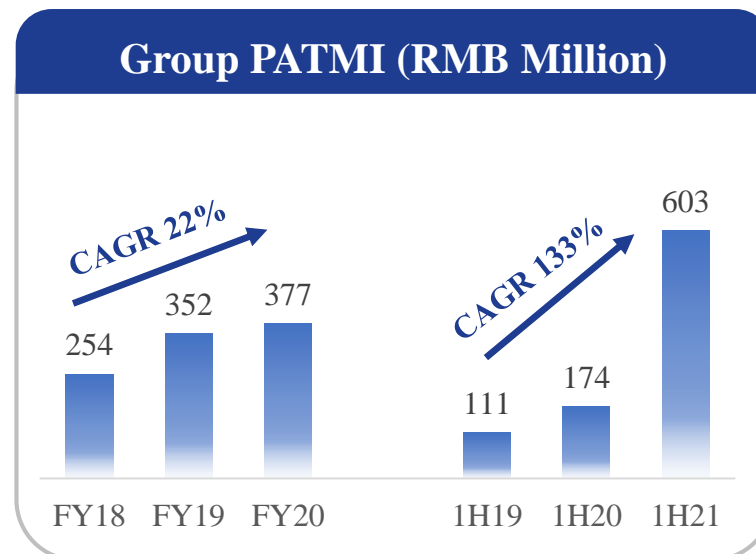
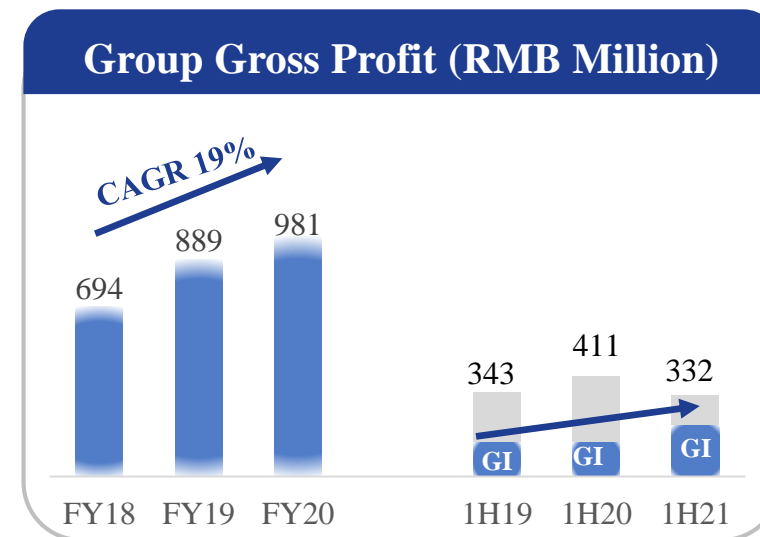
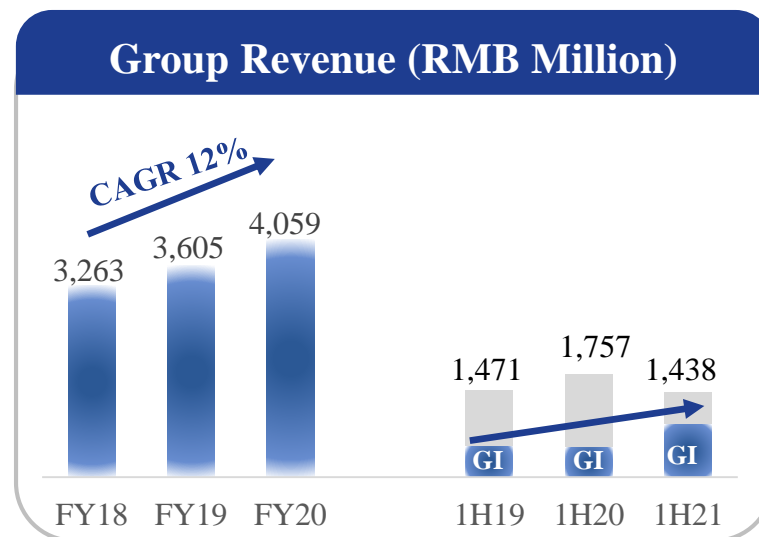
\* Based on the company's long-term discounted cashflow forecasts



(1) GI EBITDA refers to Earnings before Interest, Tax, at Depreciation and Amortisation of the GI Business. It excludes the expenses incurred by the Company that are not related to the running of the GI Business, such as listing-related expenses and remuneration of the employees the group level, etc., which reflects the true operating results of the GI business.

# Excellent Performance of Group in 1H 2021<sup>(1)</sup>

- Following the disposal, the M&S business was deconsolidated on 30 April. A substantial gain on disposal of RMB934.0 million was recorded
- Group PATMI rose 247% YoY to RMB603 million due to gain on disposal and strong GI results
- Underlying operating cashflow rose 65% to RMB266 million due to the excellent financial performance with high margins and strong cash generation.



(1) Group results (reflecting aggregated results of continuing operations and discontinued operations), without financial effects of CBs and Warrants

(2) Underlying operating cashflow excludes CB interest of RMB17.4 million in FY18, RMB19.7 million in FY19, RMB22.7 million in FY20 and RMB21.0 million in 1H21

# About Sunpower

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Sunpower Group Ltd. (SGX: 5GD.SI) is a leading provider of industrial steam with a sizeable portfolio of 100%-recurring, long-term cash-generating Green Investments (“GI”) projects that use innovative integrated environmental-protection technology to facilitate the development of the circular economy and help China to attain its carbon peak and carbon neutrality goals. It was founded in China in 1997 and listed on the Singapore Exchange (SGX) in 2005.

In 2020, Sunpower disposed its Manufacturing and Services (“M&S”) business for an attractive consideration that unlocked value and improved investment returns for investors. To reward shareholders and bondholders, a substantial Special Dividend of S\$0.2412 a share was declared and paid in 2021. Following the monetisation of M&S, the sole principal business of the Group is the “Green Investments” (“GI”) business where it has a sizeable portfolio of GI projects that generate 100% recurring, long-term, high-quality income and cashflow.

Sunpower is successfully expanding the GI business by leveraging on its robust and replicable business model with unique competitive edge to unlock the long-term growth potential. With the application of innovative technology packages that raise high entry barriers, a proven effective management team to provide leadership and execution capabilities in operations and risk management, and the strong support of strategic investors DCP and CDH, Sunpower is continuously shaping a green future for itself as it takes its green, low-carbon, circular economy GI business to greater heights.