

July 23, 2025

erex Co., Ltd.

Participated in the “Forum on Promoting Business Engagement in the Joint Crediting Mechanism (JCM) in Vietnam” Co-Hosted by the Japanese and Vietnamese Governments

erex Co., Ltd. (Headquarters: Chuo-Ward, Tokyo; Representative Director and President: Hitoshi Honna; hereinafter referred to as “the Company”) participated in the “Forum on Promoting Business Engagement in the Joint Crediting Mechanism (JCM) in Vietnam towards Readiness for Vietnam’s Carbon Market”, aimed to promote business engagement in the Joint Crediting Mechanism (JCM) in Vietnam, held on July 22, 2025, in Hanoi, Vietnam. At the event, Yasushi Saito, Managing Director of the Company, delivered a presentation. This forum was co-hosted by the Ministry of the Environment of Japan and the Ministry of Agriculture and Rural Development of Vietnam, with the Paris Agreement Article 6 Implementation Partnership Center serving as one of the supporting organizations.

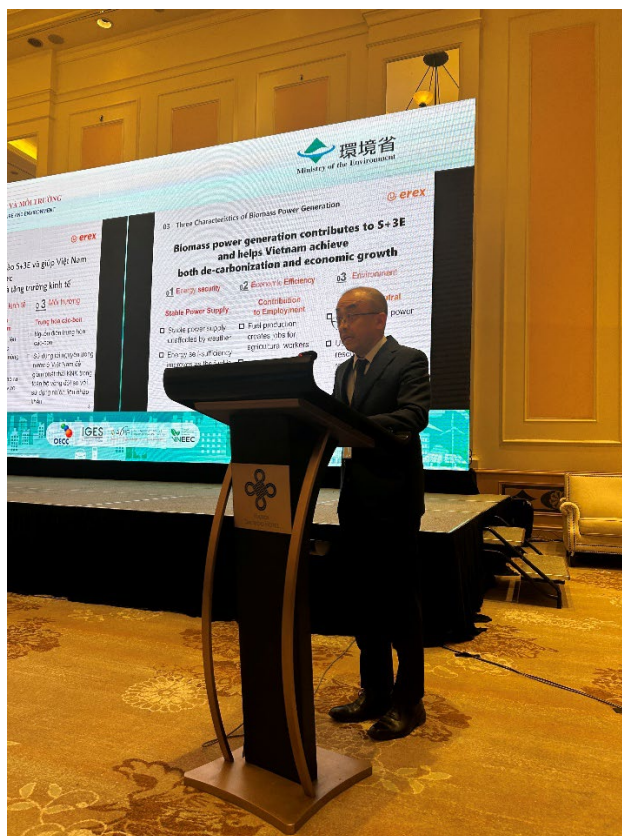
In the Company’s presentation, announcement was made regarding the Hau Giang Biomass Power Plant^{*1}, whose construction was completed in April 2025 as Vietnam's first commercial biomass power plant, and the Tuyen Quang Biomass Power Plant^{*2} and the Yen Bai Biomass Power Plant^{*2}, which are currently under construction. The Company explained that these power plants will be stable power sources that use biomass fuel, which is abundant in Vietnam, and will also contribute to job creation. The Company also explained that the three power plants will be able to reduce GHG emissions by a total of 282,000 t-CO₂ per year, and that the JCM credits (carbon credits) issued will be usable under the ETS (Emission Trading Scheme) of Japan and Vietnam, thereby boosting the carbon markets in both countries and providing a driving force toward further de-carbonization.

Vietnam is experiencing remarkable economic growth, with electric power demand increasing by about 10% each year, and the country is becoming increasingly dependent on imported fossil fuels to meet this demand. At the same time, Vietnam has declared that it will achieve carbon neutrality by 2050, and is required to achieve both stable energy supply and de-carbonization. The Company will work to resolve these issues through the construction and operation of biomass power plants, etc. in Vietnam, and will utilize the knowledge and track record it gains to expand its business in Vietnam and the Southeast Asian region in the future.



*1: The project was selected for Financing Programme for Joint Crediting Mechanism (JCM) Model Projects in FY2022 (Ministry of the Environment, Japan has been implementing the “JCM Model Projects,” which provides financial supports covering up to half of the initial investment costs. The purpose of this model projects is to financially support the implementation of projects which reduce GHG emissions by utilizing leading decarbonizing technologies in developing countries, and in return, to acquire JCM credits for achievement of Japan’s GHG emission reduction and the partner countries’ emission reduction target. This project is being implemented with the cooperation of the Vietnamese and Japanese governments). (The announcement was made on July 1, 2022)

*2: These two power plants were selected for Financing Programme for Joint Crediting Mechanism (JCM) Model Projects in FY2023. (The announcement was made on March 22, 2024)



The Company's Presentation



Group Photo of the Forum Participants

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