



# NEWS RELEASE

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## Basic Energy Inks Term Sheet For Myanmar project

Basic Energy Corporation has signed a term sheet with Vintage Engineering Public Company Limited (VTE) of Thailand for the possible acquisition of a minimum 12.5% stake in two companies which snagged the Engineering, Procurement, and Construction contract of the 220 MW solar power plant project in Minbu, Myanmar. Development and construction of the first of four phases of the power plant, which is expected to generate 50 MW, are ongoing.

As green-lit by the Board of Directors of Basic Energy in its meeting of October 26, 2017, the term sheet grants Basic Energy the exclusive right to negotiate and finalize the terms of the investment. A refundable deposit will be made to begin the due diligence process on the two VTE companies, namely, Vintage EPC (or its successor/designated assignee) and Vintage International Construction Co. Ltd.

Under provisions of the term sheet, Basic Energy will strive to complete the DD process in 60 days, but may ask for an extension subject to VTE's consent. The covering shareholders agreement will then be signed upon favorable results of the DD process on the VTE companies and the EPC contract, during which time Basic Energy can opt to increase its planned investment to up to 20%.

Basic Energy's participation in the aforementioned projects is in line with its thrust to expand its portfolio of renewable energy projects in the Philippines and abroad. The investments are seen to provide Basic Energy with revenue streams off projects with fast turnaround times.