

List of Entities on Rating Watch for 3rd Quarter 2019 (period covering 01.07.2019 – 30.09.2019)

No	Issuer / Entity	Issue size & Instrument	Last rating action	MARCWatch	Subsequent rating action	Chronology on MARCWatch
1	Quantum Solar Park (Semenanjung) Sdn Bhd	RM1.0 billion Green SRI Sukuk	A+ <i>IS</i>	Negative (Removed on 23 July 2019)	<p>MARC has downgraded Quantum Solar Park (Semenanjung) Sdn Bhd (QSP Semenanjung) rating to A+<i>IS</i> from AA-<i>IS</i> and concurrently placed the rating on MARCWATCH Negative on 25 January 2019. This was due to a heightened risk of termination of solar power purchase agreements (SPPA) related to QSP Semenanjung’s Merchang and Jasin solar power plant projects following the unlikely event of achieving commercial operation date (COD) 27 January 2019.</p> <p>QSP Semenanjung’s new revised CODs for Merchang and Jasin plants of 26 March 2019 and 22 March 2019 respectively were beyond the 180-day period from the scheduled COD (31 July 2018) under the SPPAs. Thus, QSP Semenanjung has requested for an extension of time (EOT) from the Suruhanjaya Tenaga (ST).</p> <p>MARC updated that ST has extended the walkaway event date by 93 days to 30 April 2019. According to the independent consultant engineer’s report as at 29 December 2018, the progress stood at 72.8% for the Merchang plant and 80.8% for the Jasin plant.</p> <p>MARC extended its MARCWatch Negative on QSP Semenanjung rating due to the termination risk of the power purchase</p>	<p>25 January, 2019 - placed on MARCWatch Negative</p> <p>1 March 2019</p> <p>24 April 2019 – Extension of</p>

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					<p>agreements by Tenaga Nasional Berhad arising from the failure to achieve COD by the extended walkaway event date.</p> <p>MARC removed Quantum Solar Park (Semenanjung) Sdn Bhd's (QSP Semenanjung) rating from MARCWatch Negative and maintained it at A+_{IS} with stable outlook on 23 July 2019.</p> <p>The rating action follows the confirmation from ST on July 15, 2019 that QSP Semenanjung's solar power plant in Merchang has achieved COD on May 31, 2019, (prior to the June 30, 2019 revised walkway event date). With this development, all three QSP Semenanjung solar power plants are now fully operational; its plant in Gurun and Jasin had achieved COD on December 19, 2018 and April 30, 2019 respectively.</p> <p>MARC will continue to monitor the performance of QSP Semenanjung's solar power plants.</p>	<p>MARCWATCH Negative</p> <p>23 July 2019 – removed from MARCWatch Negative</p>