



**Houlihan
Lokey**

Power and Utilities Market Snapshot

Q2 2024

Introduction

Power & Utilities Group

Dear Clients and Friends,

Houlihan Lokey is pleased to present its Power and Utilities Market Snapshot for Q2 2024.

We have included relevant news, recent M&A transaction announcements, and other industry insights to help you stay ahead in this evolving industry. We hope you find this quarterly update to be informative and that it serves as a valuable resource to you in staying abreast of the market. If there is additional content you would find useful for future updates, please don't hesitate to call or email us with your suggestions.

We look forward to staying in touch with you.

Regards,

Houlihan Lokey's Power & Utilities Group

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Our Service Offerings



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Acquisitions



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Advisory Services



Capital Markets



Transaction
Advisory Services



Board Advisory
Services



Dispute Resolution
Services



Financial
Restructuring



Transaction
Opinions



Portfolio Valuation
and Fund Opinions



About Our Firm

Houlihan Lokey, Inc. (NYSE:HLI) is a global investment bank with expertise in mergers and acquisitions, capital markets, financial restructuring, and financial and valuation advisory.

Our firm is the trusted advisor to more top decision-makers than any other independent global investment bank.

CORPORATE FINANCE

2023 M&A Advisory Rankings
All Global Transactions

	Advisor	Deals
1	Houlihan Lokey	352
2	Rothschild & Co	349
3	Goldman Sachs & Co	300
3	JP Morgan	300
5	Morgan Stanley	253

Source: LSEG (formerly Refinitiv).
Excludes accounting firms and brokers.

No. 1
Global M&A Advisor Under \$1 Billion

Leading
Capital Markets Advisor

Tombstones included herein represent transactions closed from 2017 forward.

FINANCIAL RESTRUCTURING

2023 Global Distressed Debt &
Bankruptcy Restructuring Rankings

	Advisor	Deals
1	Houlihan Lokey	73
2	PJT Partners Inc	64
3	Rothschild & Co	51
4	Lazard	37
5	Evercore Partners	27

Source: LSEG (formerly Refinitiv).

No. 1
Global Restructuring Advisor

1,700+
Transactions Completed Valued at
More Than \$3.5 Trillion Collectively

FINANCIAL AND VALUATION ADVISORY

1999–2023 Global M&A
Fairness Advisory Rankings

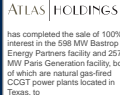
	Advisor	Deals
1	Houlihan Lokey	1,247
2	JP Morgan	1,035
3	Duff & Phelps, A Kroll Business	977
4	UBS	884
5	Morgan Stanley	716

Source: LSEG (formerly Refinitiv).
Announced or completed transactions.


No. 1
Global M&A Fairness Opinion
Advisor Over the Past 25 Years

2,000+
Annual Valuation Engagements


Featured M&A and Capital Markets Transactions



has completed the sale of 100% interest in the 588 MW Bastrop Energy Partners facility and 257 MW Paris Generation facility, both of which are natural gas-fired CCGT power plants located in Texas, to




Sellside Advisor




7.5% Senior Secured Convertible Notes due 2027

\$207,000,000


Exclusive Placement Agent



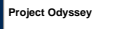
an affiliate of



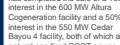
has been acquired by




Sellside Advisor



has completed the sale of a 100% interest in the 600 MW Altura Cogeneration facility and a 50% interest in the 550 MW Cedar Bayou 4 facility, both of which are natural gas-fired CCGT power plants located in Texas, to




Sellside Advisor




Coso Geothermal Power Holdings


has been acquired by




Sellside Advisor




has completed the sale of the 320 MW development stage Boswell Springs Wind Farm to




Sellside Advisor




a portfolio company of



has been acquired by




Sellside Advisor




GLOBAL ENERGY PARTNERS


has completed the sale of its 50% indirect interest in a 1,740 MW portfolio of two combined cycle natural gas-fired power plants to




Sellside Advisor



has completed its business combination with



FINANCIAL ADVISOR



has completed the sale of an undivided interest in Antelope Valley Station Unit 2 to a leading alternative asset manager

Sellside Advisor

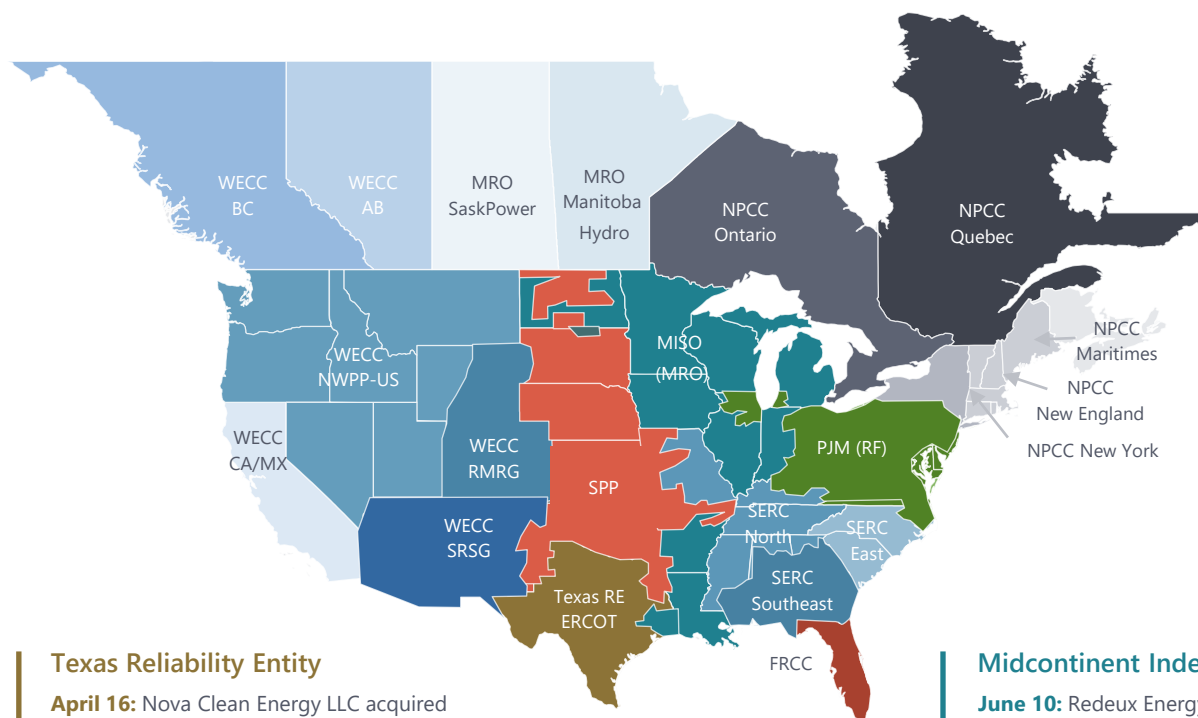
U.S. and Canada Update

Western Electricity Coordination Council

June 4: Tri-State Generation and Transmission Association purchased 255 MW of solar projects in western Colorado with JUWI Inc.

Northeast Power Coordinating Council

April 18: EDP Renovaveis S.A. (ELI:EDPR) closed on the sale of an 80.0% stake in a 297 MW wind park in Canada to Connor, Clark & Lunn Infrastructure in a transaction valued at roughly C\$600 million.



Texas Reliability Entity

April 16: Nova Clean Energy LLC acquired a 1+ GW portfolio of mid- to late-stage renewable development assets and an early-stage green ammonia project on the Texas Gulf Coast from BNB Renewable Energy LLC for an undisclosed amount.

Midcontinent Independent System Operator

June 10: Reduex Energy Partners LLC announced the sale of a 450 MWdc project portfolio to Pine Gate Renewables, a developer and owner-operator of utility-scale solar and energy storage projects across the U.S. The portfolio comprises three projects located in the MISO South energy market.

Overall U.S. and Canada Market

June 20: Innergex Renewable Energy Inc. agreed to sell its minority interest in an 826 MW Texas renewable energy portfolio to investment manager Irradiant Partners LP for C\$257.0 million.

June 6: Lotus Infrastructure Partners announced that it has completed the acquisition of PNE USA, an established developer of utility-scale wind, solar, and energy storage projects in North America from PNE AG, a renewable energy company based in Cuxhaven, Germany.

May 28: KKR entered into a definitive agreement with Emera Inc. to acquire Emera's indirect minority equity interest in the Labrador Island Link for C\$1.2 billion.

May 28: Investment firm Energy Capital Partners LLC announced the acquisition of Atlantica Sustainable Infrastructure PLC in a deal valuing the company at \$2.6 billion.

May 21: Iberdrola announced the acquisition of 100% of Avangrid, its publicly traded American subsidiary, in a \$2.6 billion transaction approved by both companies' boards of directors in May. Iberdrola, which already owns 81.6% of Avangrid, will purchase the remaining 18.4% stake for \$35.75/share.

May 20: RWE Clean Energy acquired 599 MW of solar and energy storage development projects in New York, Idaho, and Oregon from Galehead Development, LLC.

May 6: A partnership led by the Canadian Pension Plan Investment Board and Global Infrastructure Partners jointly announced that they have entered into a definitive agreement to acquire ALLETE, Inc., for \$67.00 per share in cash, or \$6.2 billion, including debt.

May 3: Apex Clean Energy closed the strategic asset sale of a 75.0% stake in its wind and solar energy portfolio to ERG, a leading European renewable energy independent power producer.

May 2: U.S.-based utility CPS Energy completed the acquisition of three natural gas plants in Texas from Talen Energy for \$785.0 million.

April 29: U.S. utility WEC Energy Group (NYSE:WEC) entered into an agreement to acquire a 90.0% stake in a 300 MW solar project in Texas for \$459.0 million. The project was developed and built by U.S. clean energy developer Invenergy.

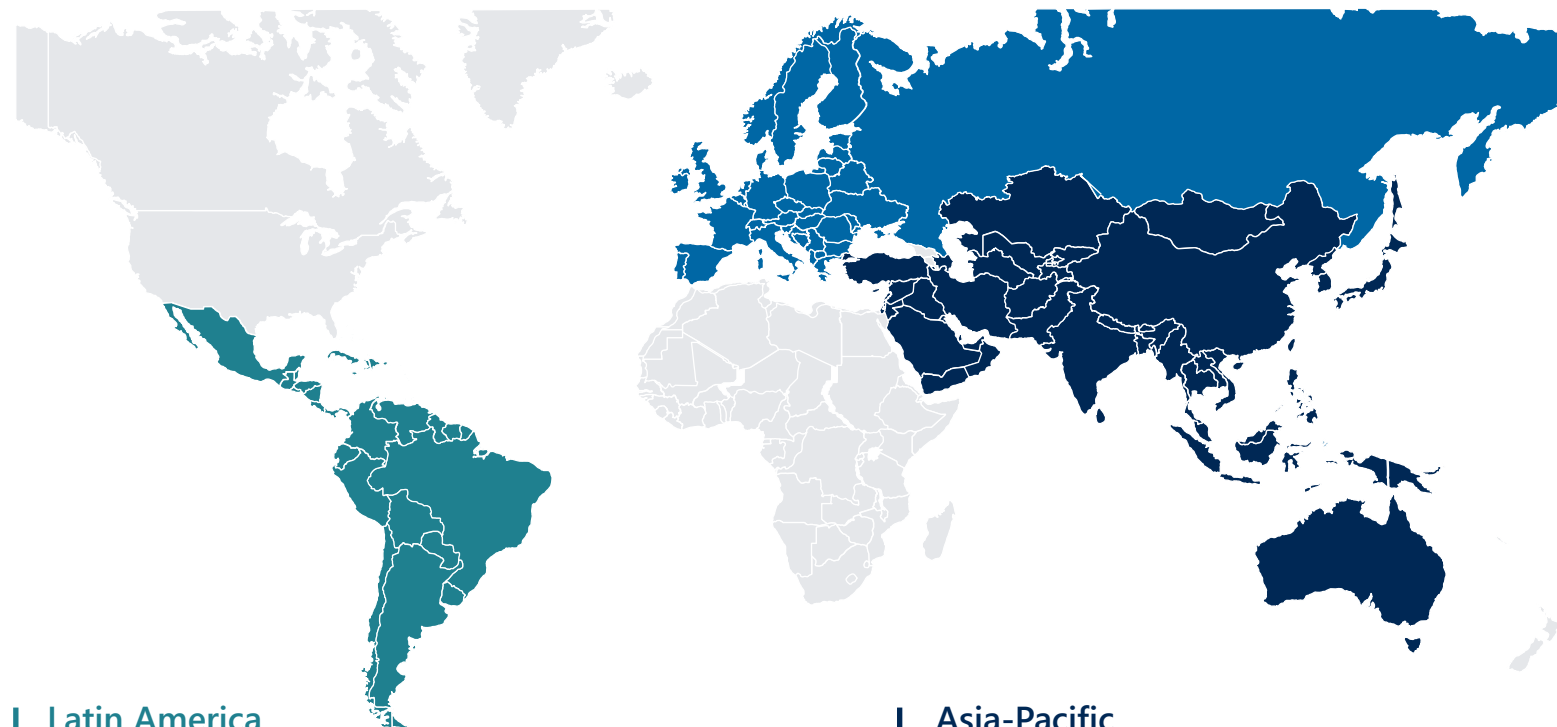
April 25: Bitech Technologies completed its acquisition of Emergen Energy from Bridgelink Development. Emergen Energy holds the rights to advance a portfolio of battery energy storage system (BESS) projects, anticipated to reach a combined storage capacity of 1.96 GW.

April 16: Danish investment firm Copenhagen Infrastructure Partners completed its acquisition of Liberty Renewables, a 1.3 GW portfolio of onshore wind projects in development in New York.

Sources: S&P Capital IQ, company websites, and press releases.



International Update



Latin America

May 15: The AES Corporation (NYSE:AES) announced that it agreed to sell its 47.3% equity interest in AES Brasil to Auren Energia for approximately \$640.0 million.

April 7: Enel S.p.A. announced that its subsidiary Enel Perú has signed an agreement with the Chinese company China Southern Power Grid International Co., Ltd., to sell the entire equity stakes held by Enel Perú in power distribution and supply company Enel Distribución Perú S.A.A. and in Enel X Perú S.A.C. for approximately \$2.9 billion.

Asia-Pacific

April 17: Macquarie Asset Management, part of Australia's Macquarie Group Ltd. (ASX:MQG), agreed for Macquarie Green Energy and Climate Opportunities Fund to acquire a portfolio of six investments developed by its Green Investments team.

The portfolio includes investments in six companies and projects, collectively representing more than 17 GW of green energy capacity across various stages of development, construction, and operation.

Europe

June 25: Brookfield signed a deal to acquire a majority stake in Neoen S.A., aiming to launch a takeover offer valuing the French renewable energy developer at approximately €6.1 billion.

June 6: TotalEnergies agreed to purchase the 1.3 GW West Burton B gas-fired power plant in Nottinghamshire, England, from institutional energy investor EIG.

May 16: SEB Nordic Energy's portfolio company Locus Energy AB signed an agreement to acquire a hydropower portfolio with a total potential production of more than 250 GWh in Norway as well as a hybrid wind and solar park with a capacity of 17 GWh in Finland.

May 15: InfraVia Capital Partners, a leading European infrastructure investor, announced the acquisition of a majority shareholding in GIGA Storage, a leading player in Battery Energy Storage System development, construction, and operations in the Netherlands and Belgium.

May 1: Macquarie Asset Management reached an agreement to divest a 10.0% stake in East Anglia ONE offshore wind farm to NTR, a leading renewable energy specialist fund. East Anglia ONE is a 714 MW offshore wind farm, situated 43 kilometers off the Suffolk coast.

April 26: Vattenfall has agreed to sell a 49% stake in its Nordlicht 1 and 2 wind farms in the German North Sea to BASF. The development will have a total installed capacity of 1.6 GW, making it Vattenfall's largest offshore wind project to date.

April 17: Japan-based Mitsubishi HC Capital acquired a 20.0% stake in Danish renewables developer European Energy for €700.0 million.

April 12: Orrön Energy AB finalized the sale of its 50.0% stake in the 77MW Leikanger hydropower plant in Norway for approximately €53 million. The buyer, Sognekraft Produksjon AS, already a partner in the venture, will assume full ownership of the plant.

April 11: A unit of Estonian renewables developer Enefit Green AS (TAL:EGR1T) inked a deal to acquire 100% of the development rights to multiple early-stage onshore wind projects in Poland with a targeted total installed capacity of up to 360 MW.

Sources: S&P Capital IQ, company websites, and press releases.

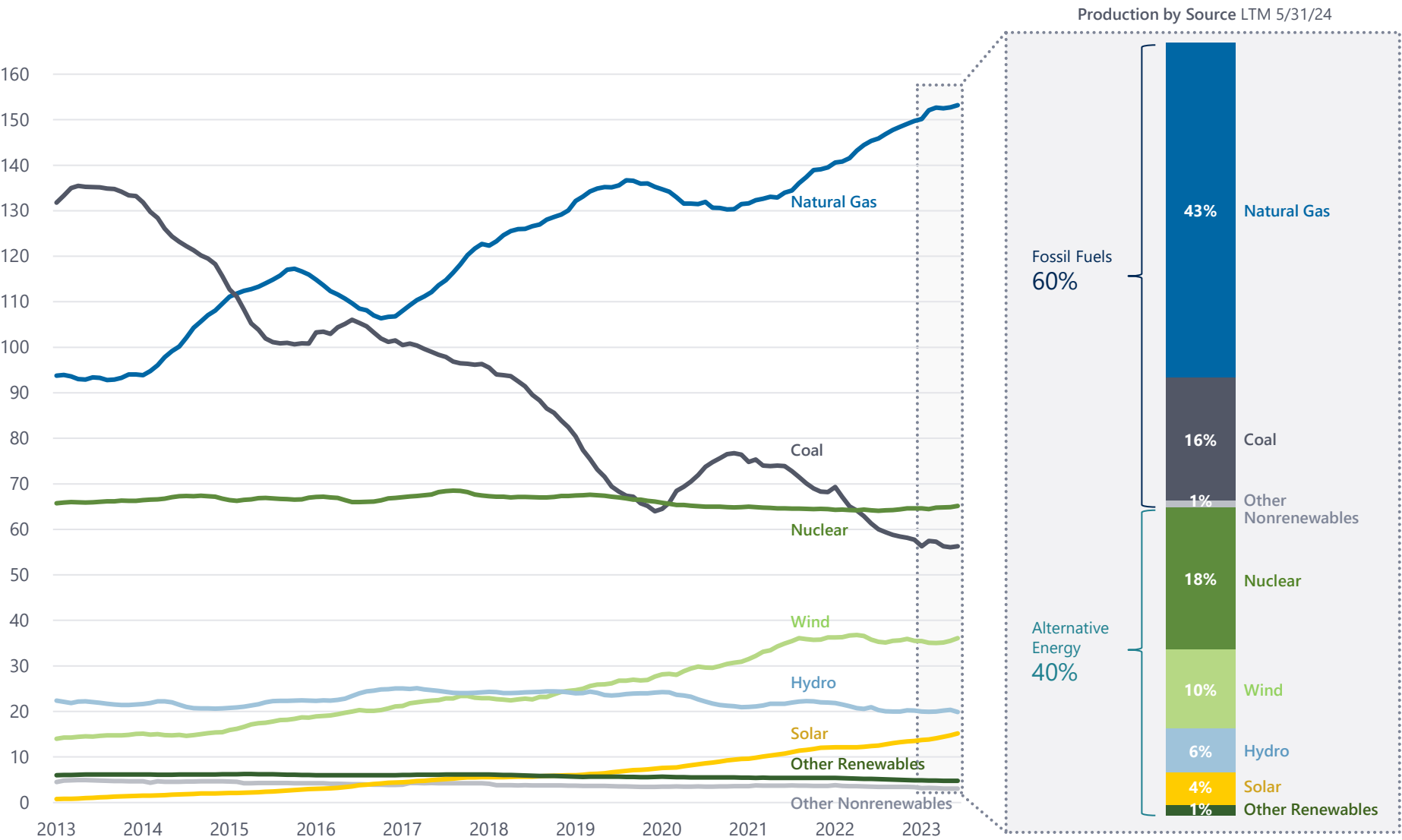


U.S. Generation

Historical Annual U.S. Generation by Fuel Type

Million MWh

Source: U.S. Energy Information Administration.
Notes: As of May 31, 2024. "Other Renewables" includes wood, black liquor, other wood waste, biogenic municipal solid waste, landfill gas, sludge waste, agriculture byproducts, other biomass, geothermal, and hydroelectric pumped storage. "Other Nonrenewables" includes petroleum liquids, petroleum coke, blast furnace gas, manufactured and waste gases derived from fossil fuels, nonbiogenic municipal waste, batteries, hydrogen, purchased steam, sulfur, tire-derived fuel, and other miscellaneous energy sources.



About Houlihan Lokey

Houlihan Lokey, Inc. (NYSE:HLI) is a global investment bank with expertise in mergers and acquisitions, capital markets, financial restructuring, and financial and valuation advisory.

Houlihan Lokey serves corporations, institutions, and governments worldwide with offices in the Americas, Europe, the Middle East, and the Asia-Pacific region. Independent advice and intellectual rigor are hallmarks of the firm's commitment to client success across its advisory services.

Industry Expertise

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	› Capital Markets
	› Financial Restructuring
	› Financial and Valuation Advisory
	› Private Funds Advisory
Dedicated Industry Groups	› Business Services
	› Consumer
	› Energy
	› Financial Services
	› FinTech
	› Healthcare
	› Industrials
	› Real Estate, Lodging, and Leisure
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	› Active Dialogue with a Diverse Group of 1,000+ Sponsors
	› Private Equity Firms
	› Hedge Funds
	› Capital Alliances



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and global reach

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Charlotte
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Dallas
Houston

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Minneapolis
New York
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São Paulo
Washington, D.C.

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Stockholm
Tel Aviv
Zurich

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Fukuoka
Gurugram
Hong Kong SAR
Mumbai

Shanghai
Singapore
Sydney
Tokyo



No. 1

investment
bank for all
global M&A
transactions⁽¹⁾

No. 1

M&A advisor
for the past

9 consecutive
years in the U.S.

No. 1

global
restructuring
advisor for
the past

10 consecutive
years

No. 1

global M&A
fairness opinion
advisor over
the past

25 years⁽²⁾

Source: LSEG (formerly Refinitiv). (1) Excludes accounting firms and brokers. (2) Announced or completed transactions.



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