



May 15, 2014

Company name: Tamagawa Holdings Co., Ltd.
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Notice Concerning the Acquisition of Fixed Asset (Mega-Solar Power Station) via Lease

This is to give notice that the Company has made a decision to construct and acquire a 2 megawatt output solar power generating system in Tateyama City, Chiba Prefecture via the conclusion of a leasing contract. The plans for the construction of the plant have been progressed by a subsidiary of the group.

1. Outline

Since the adoption of the feed-in tariff scheme for renewable energy, the Tamagawa Holdings Group has been striving to expand its mega-solar power generation facility operations, with the Shimonoseki Mega-Power Station now operational and maintaining favorable electricity sales. The Tateyama Mega-Power Station now under construction in Chiba is well located and is expected to contribute positively to the earnings of the Group.

The Group will through the further construction and operation of mega-solar power stations, along with aiming to enhance its profitability, continue in its work to contribute to society through promoting the spread of renewable energy that is gentle on the natural environment and reducing environmental impacts.

2. Reason for renting via lease

To achieve efficient use of funds through active utilization of a leasing scheme.

3. Details of assets to be rented via lease

Name (tentative)	Address	Outline of leased assets and total amount of leasing fees
Tateyama Mega-Power Station	667 Azakita, Mona, Tateyama-shi, Chiba, others	One solar power generating system Total leasing fee: 900.900 million yen

4. Summary details of the leasing company

(1) Name	RICOH LEASING COMPANY, LTD.
(2) Address	1-7-12 Shinonome, Koto-ku, Tokyo
(3) Position and name of representative	Representative director: Hidetaka Matsuishi
(4) Business lines	Leasing, installments, financial services business
(5) Capital	7,896.86 million yen
(6) Date established	December 1976
(7) Net assets	127.1 billion yen
(8) Total assets	784.9 billion yen
(9) Main shareholders and shareholder percentages	Ricoh Company, Ltd. 46.85%
(10) Relationship between public companies and the subject company	No relationship exists with respect to capital, personnel, and transactions. The individual is not an interested party with respect to the Company.

5. Key dates in relation to the lease arrangements (prospective)

Resolution of the meeting of the board of directors	May 15, 2014
Conclusion of agreement	May 15, 2014
Lease start date	During February 2015 (prospective)

6. Outline of the Tateyama Mega-Power Station

(1) Address	667 Azakita, Mona, Tateyama-shi, Chiba, others
(2) Operator	GP Energy 3 Co., Ltd.
(3) EPC provider	Fuji Furukawa Engineering & Construction Co. Ltd.
(4) Site area	Approximately 35,386 m ²
(5) Power generating capacity	1,999 kW
(6) Electricity sales price (fixed for 20 years)	24 yen/kWh
(7) Electricity sales revenue (estimated)	Approximately 95 million yen annually; approximately 1.86 billion yen cumulatively over 20 years.
(8) Operating income (estimated)	Approximately 4.50 million yen annually; approximately 95.5 billion yen cumulatively over 20 years
(9) Planned commencement date of construction work	Mid-May 2014 – Early-June 2014
(10) Planned commencement date of power generating operations	End of February 2015

7. Outlook

The effects on the business results of the Group are currently being estimated. Prompt notice will be given in case of a change in results projections.