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(Suspension / change of disclosure content)
Announcement concerning the Conclusion of a Business and Capital Alliance Agreement and
Issuance of Stock Warrants for Private Placement and Announcement concerning
the Background to the Partial Cancellation of Series-5 Stock Warrants

In the press release "Notice concerning the Partial Payment and Partial Cancellation of Stock Warrants Issued for Private Placement" dated May 29, 2014 (the "Press Release"), Tamagawa Holdings announced that in connection with the series-5 stock warrants issued for private placement (the "Stock Warrants"), payment was effected with respect to 2,062 Stock Warrants (14.28% out of a total number of 14,439 Stock Warrants) allotted to Mr. Yukihiro Akimoto but cancellation ensued with respect to 12,377 Stock Warrants (85.72% out of a total number of 14,439 Stock Warrants) allotted to Mr. Hikonobu Ise. Background information is provided below.

Furthermore, in the press release dated May 8, 2014 headed "Tamagawa Holdings Co., Ltd. Announces Conclusion of Operating Partnership and Capital Participation Agreement and Issuance of Stock Warrants for Private Placement," Tamagawa Holdings announced the forthcoming conclusion of a business and capital alliance agreement among Tamagawa Holdings and Mr. Hikonobu Ise ("Mr. Ise"), Retail Branding Co., Ltd. ("Retail Branding"), and Mr. Yukihiro Akimoto ("Mr. Akimoto"), representative director and president of Retail Branding. Because the payment of the Stock Warrants by Mr. Ise was not effected and the Stock Warrants were therefore cancelled, Tamagawa Holdings has announced the dissolution of the business and capital alliance agreement respectively concluded among the parties.

1. Background to the partial cancellation of the Stock Warrants

On May 27, 2014, two days before the scheduled payment due date, Tamagawa Holdings unexpectedly received through Mr. Akimoto notice from Mr. Ise to the effect that the payment by Mr. Ise for the Stock Warrants would not be made on grounds of reservations entertained by the persons concerned at Ise Foods Inc. ("Ise Foods") concerning the conclusion of the business and capital alliance agreement including the payment of the exercise price of the Stock Warrants by Mr. Ise. The representative director and president of Tamagawa Holdings, Toru Masuzawa, together with Mr. Akimoto, subsequently entered into consultations with Mr. Ise and Ise Foods in the course of which Mr. Ise was repeatedly asked to perform payment of the issuance price of the Stock Warrants. Although Mr. Ise did reconsider and expressed intent to effect payment of the issuance price of the Stock Warrants as scheduled, ultimately the said payment of the issuance price of the Stock Warrants by Mr. Ise was not effected and the Stock Warrants were thus cancelled as announced in the Press Release dated May 29, 2014. Payment of the issuance price of the Stock Warrants by Mr. Akimoto was effected as scheduled following consultations between Mr. Akimoto and the persons concerned at Ise Food.

2. Dissolution of the business and capital alliance agreement and conclusion of a business alliance agreement with ISE Power

As described in the foregoing, Tamagawa Holdings dissolved the business and capital alliance agreement with Mr. Ise and Mr. Akimoto due to failure of Mr. Ise to effect payment for the Stock Warrants. However, consultations continue between Tamagawa Holdings and the persons concerned regarding the acquisition by Tamagawa Holdings of shares in ISE Power. Further steps will be announced upon finalization.

In the deliberations with Retail Branding concerning future steps, as a general direction it was confirmed that the framework for solar energy power plant operations at ISE Power (where Mr. Akimoto serves as representative director and Mr. Ise as chairman) is to be maintained. On this basis, consultations were held also with Mr. Ise and the persons concerned at Ise Foods. As a result, dated May 30, 2014, a business alliance agreement was concluded with ISE Power as announced by Tamagawa Holdings in today's "Notice concerning the Conclusion of a Business Alliance Agreement with ISE Power Co., Ltd."

3. Change concerning nomination as director

With regard to arrangements made concerning the nomination of Mr. Akimoto as a new director candidate (external director candidate), as announced in the press release dated May 23, 2014, "Notice concerning Tentative Decision on Change of Representative Director and a New Management Structure," Mr. Akimoto has withdrawn from the said nomination. Although Mr. Akimoto has underwritten the Stock Warrants of Tamagawa Holdings and will be extending his cooperation in the solar energy power operations of Tamagawa Holdings, his withdrawal was tendered with consideration of the circumstances regarding Mr. Ise and the persons concerned at Ise Foods as described above in "1. Background to the partial cancellation of the Stock Warrants." In light of the above, the arrangements for the nomination were voided pursuant to a decision of the board of directors' meeting of Tamagawa Holdings convened today.

4. Outlook

Concerning the effect of these events on the business results of Tamagawa Holdings Group, no information is currently available. Public announcements will be made in a timely manner when matters requiring disclosure arise.

Notably, the partial cancellation of the Stock Warrants gives rise to diminished procurement of funds and changes in the application of the funds. Projections for funding plans and business plans will be announced in a timely manner upon finalization.