



January 31, 2019

To whom it may concern,

Company: Tamagawa Holdings, Co., Ltd.
Representative: President, Toru Masuzawa
(JASDAQ Code: 6838)
Contact: Management Planning Division, Junya Tokumoto
Tel: 03-6435-6933

Engagement of Our Subsidiary in Singapore

Please be informed that our overseas subsidiary, THEG PTE. LTD., founded in Republic of Singapore as disclosed in October 29, 2018, has decided to engage in small hydro power generation business (approx. 1.75 MW) in Indonesia with our partner, AURA-Green Energy, Co., Ltd. (hereafter “AURA-Green Energy”).

We will report on the business as soon as the details are specified.

In addition, apart from this project, AURA-Green Energy’s project was selected in public offering of “Financing Programme for Joint Crediting Mechanism (JCM) Model Projects” in FY2018 offered by the Ministry of the Environment.

【Overview of selected project】

Partner country: Indonesia

Representative company: AURA-Green Energy, Co., Ltd.

Project name: 12MW biomass power generation project in Aceh, Sumatra

Expected reduction volume: 31,322t CO₂/year

*Source: Ministry of the Environment website (<https://www.env.go.jp/press/106392.html>)

【Overview of Joint Crediting Mechanism: JCM】

JCM quantitatively evaluates Japan’s contribution to the developing countries with achieved emission reduction and absorption of greenhouse gas through penetration and measures of technology, products, system, services, infrastructure, etc. for greenhouse gas reduction and is also adopted for achievement of Japan’s reduction goal.

JCM expects international emission reduction and absorption volume of 50 million to 100 million tons of CO₂ is expected in accumulation up to FY2030 by the project of the Japanese government conducted within the budget of every year.

*Source: Ministry of the Environment website (<https://www.env.go.jp/press/106392.html>)

【Map of selected project for JCM fun support business】

*Source: Ministry of the Environment website (<https://www.env.go.jp/press/files/jp/110642.pdf>)