

November 27, 2019

To whom it may concern,

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Notice on Adoption of "Facility Assistant Business Among Joint Crediting Mechanism Funding Support Business 2019"

As already notified, we are engaged in the small hydraulic power generation business (1.75MW) in Indonesia with our business partner, AURA-Green Energy, Co., Ltd. Please be informed that we have been adopted as a result of applying as a joint business operator for "Facility Assistant Business Among Joint Crediting Mechanism Funding Support Business 2019" publicly solicitated by the Ministry of the Environment and the executing entity thereof, Global Environment Centre (GEC).

[Overview of case for adoption]

Name of case: 1.75 MW small hydraulic power generation project in Nusa Tenggara Timur, Indonesia

Partner country: Republic of Indonesia

Assumed GHG emission reduction volume: 6,856tCO₂/ year Representative business operator: AURA-Green Energy, Co., Ltd.

Joint business operator: PT.GISTEC PRIMA ENEGINDO

In this project, the small hydraulic power generation facilities of 1.75MW will be introduced for the Wae Lega River (basin area: 20Km²) in Flores Island, Nusa Tenggara Timur, Indonesia, electricity will be sold to Indonesian national electricity company to contribute to reduction of greenhouse gas (GHG) and reduction of greenhouse gas (GHG) by acquirement of JCM credit.

Since electrification of Nusa Tenggara Timur is the lowest in Indonesia, which is 61.9%, early expansion of electricity supply is desired.

Furthermore, in this project, introduction of "GEMCOS," green energy surplus electric power application system notified on July 10, 2019 is contemplated. GEMCOS is the system which enables the best supply of electric power for the equipment in use by storing or adjusting surplus electric power, and is considered for utilization as the emergency battery for the area of concern with insufficient electricity supply, charging of batteries for automobiles, etc., and development of new industry for rural areas including Smart-Agri, etc.

Our group will continue to be engaged in CO₂ reduction, the measures for global warming and in structuring of business system which can correspond to reformation of the society.

In addition, we will inform the details of this project later.

[Joint Crediting Mechanism: JCM]

The mechanism to split the result of contribution to sustainable development including reduction of greenhouse gas in developing countries by providing Japan's low-carbon technologies and products, system, services and infrastructure.

JCM enables quantitative assessment of Japan's contribution to reduction / absorption of greenhouse gas emission, and is to be utilized for achievement of Japan's goal for emission reduction.