



March 12, 2021

To whom it may concern,

Company: Tamagawa Holdings, Co., Ltd.
Representative: President, Toru Masuzawa
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Notice on Sellout of Solar Power Plant for Sale Which is Owned by the Subsidiary

Please be informed that we have decided on sellout of Nagasaki Prefecture, Goto City, Kojindake Solar Power Plant (hereafter “Power Plant”) which GP Energy 2, Co., Ltd., our consolidated subsidiary owned, and have entered into the facility sales agreement as well as the surface right assignment agreement.

1. Overview

The Power Plant had gained stable income from power selling including power from the extension which was announced in the “Notice on Power Selling at the Extension of Nagasaki Prefecture, Goto City, Kojindake Photovoltaic Power Plant” dated March 25, 2020 as PR information since we announced in the “Notice on Commencement of Power Selling at Nagasaki Prefecture, Goto City, Kojindake Photovoltaic Power Plant” dated March 30, 2018. However, in the recent secondary market, due to increase of desire from companies advocating RE100 (Renewable Energy100) and investment companies, etc. listed in the listing infrastructure market for purchase of renewable energy plant which has started operation, the Power Plant was changed into the asset for sale with the premise of sellout from the fixed asset with assumption made in September 2019 on the future sellout. In the plan of the beginning of this term, we were planning to sell out other solar power plant than the Power Plant, but due to the impact of demands and supplies of the market, we decided to sell out the Power Plant first. As we carefully selected the purchaser and had a review, we comprehensively judged with potential of investment to next business development, etc., and have decided on the sellout.

2. Description of the Power Plant

(1) Facility name	Kojindake Solar Power Plant
(2) Location	Yoshikugi-cho, Goto City, Nagasaki Pref.
(3) Purchase price	36 yen / kWh
(4) Generation output	5,847kW
(5) Power selling status	In operation

3. Overview of purchaser

As for the purchaser, while in accordance with the confidentiality agreement, we shall inevitably refrain from announcing the details and sales price due to the purchaser's strong request. There are no capital relationship, personal relationship or trading relationship between the purchaser and us and our group, but there is a conclusion of the lease agreement. However, the purchaser is not applicable to the affiliate party.

We shall also refrain from announcing the details of the sales price under the confidentiality agreement, but the sales price is more than the amount equivalent to 10% of the sales amount in the latest accounting year (year ending March 2020) which is the timely disclosure standard, but the profit is more than the amount equivalent to 30% of the operating profit, ordinary profit and the current consolidated net profit belonging to the parent company of the immediate consolidated accounting year.

4. Dates

- (1) Decision date: March 12, 2021
- (2) Agreement date: March 12, 2021
- (3) Delivery and settlement date: March 31, 2021

5. Future perspective

We except recording sales at the point of settlement of the Power Plant by the Sellout, but for the impact on the consolidated performance of our group in the year ending March 2021, we have disclosed the revision of the performance forecast since the sellout amount by sellout of the Power Plant fell below our expectation. Please see the "Notice on the Revision of Performance Forecast" dated March 12, 2021 for the details.