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**Announcement on acquisition of the right to sell electric power relating
to small-sized wind power generation business**

This is to notify that our company made a resolution in the board of directors meeting held today to acquire the right to sell electric power for 50 locations in order to engage in the small-sized wind power generation business (hereafter the “Business”) in the Tohoku and Hokkaido districts.

1. Overview of the Business

Our group companies have been attempting to expand the solar power plant business since the introduction of Feed-in Tariff Scheme for Renewable Energy and maintaining satisfactory power sales at power plants currently in operation. At this time, we are going to engage in full-scale development of small-sized wind power stations as the next pillar of clean energy by utilizing the know-how, etc. cultivated in this business in the past.

In the case of wind power generation, power is generated even at night if the wind blows; therefore the capacity factor is higher in comparison with solar power generation, ensuring high feasibility by selecting locations with good wind conditions. The 20-year purchase price for the 50 locations acquired at this time is fixed at 55 yen/kWh, which are expected to be highly profitable power stations.

2. History until acquisition of the Business

Our group companies own one small-sized wind power generation facility in Tateyama-shi, Chiba to verify product reliability, performance, etc. since two years ago or so, and have been making efforts to accumulate know-how on profitability verification, etc. from a relatively early stage. In regards to wind speed prediction which becomes important for the wind power generation business, our company is also able to predict more accurate wind speed prediction and power generation prediction by using our unique simulation software.

While working on such survey and verification, our company reached a conclusion that the Tohoku and Hokkaido districts are the most suitable locations for small-sized wind power generation, and chose and acquired 50 areas with good wind conditions in these districts. Please note that the information on acquisition destination as well as the acquisition amount is not disclosed due to confidentiality agreement with the other party.

3. Overview about the profitability of the Business

50 small-sized wind power stations are to be constructed as the right to sell electric power for 50 locations is purchased at this time. The following is indicating per-plant numbers for reference.

① Power output (AC base)	Approximately 20Kw
② Expected power generation amount (one year)	85,600Kwh
③ Expected income from selling power (one year)	4,708,000 yen
④ Completion date (plan)	In sequence starting around March 2019
⑤ Real yield (20-year average)	Approximately 9% (on the assumption of 36 million yen to construct one station)

* Numbers in ②, ③, and ⑤ above are calculated on the premise of 6m/s annual average wind speed.

4. Future outlook

The actual construction period of these power stations is to be determined through conference with utility firms on the interconnected power system in the future; therefore there is no influence on the business results of our company for this fiscal period.

Construction of 50 power stations is planned after the next fiscal period according to the current plan, and we will determine whether to own them or sell them to outside parties by assessing the business environment. Details are to be announced as soon as possible.