



JASDAQ

May 17, 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

Notice on Reduction of Capital Reserve Amount

Please be noted in the following that we shall discuss the bill concerning reduction of the capital reserve in the 51st Term Ordinary General Shareholders' Meeting to be held on June 27, 2019 and have decided on the dividend of surplus with other capital surplus as the resource provided that reduction of the capital reserve amount comes into force.

In addition, please refer to the "Notice on Dividend of Surplus" announced with this notice today for dividend of surplus.

1. Purpose for reduction of capital reserve amount

For the purpose of securing flexibility and mobility in the future capital policy and securing dividend resource for our shareholders, we shall reduce the capital reserve amount, transfer it to other capital surplus and make term-end dividend with other capital surplus as the resource under the provision of Article 448, Section 1 of the Companies Act.

2. Overview of reduction of capital reserve amount

To reduce part of the capital reserve and transfer it to other capital surplus under the provision of Article 448, Section 1 of the Companies Act.

(1) Amount of capital reserve to be reduced

Capital reserve: 200,000,000 yen

(2) Amount of other capital surplus to be increased

Other capital surplus: 200,000,000 yen

3. Future timeline (scheduled)

Date of resolution by board of directors:	May 17, 2019
Date of public notice on creditors' objection statement:	May 27, 2019 (scheduled)
Final due date of creditors' objection statement:	June 27, 2019 (scheduled)
Date of resolution by General Shareholders' Meeting:	June 27, 2019 (scheduled)
Effective date:	June 28, 2019 (scheduled)

4. Future perspective

This issue is recombination of accounts in "Net asset" and there is no change in our profit and loss and net asset amount, which makes no impact on the business performance.

The above content is subject to the fact that the bill of reduction of capital reserve shall be approved and passed in the 51st Term Ordinary General Shareholders' Meeting to be held on June 27, 2019 and that the procedures of creditor protection is completed.