

June 21, 2024

Company name: FIDEA Holdings Co. Ltd.
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(Securities code: 8713; Tokyo Stock Exchange, Prime Market)
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Notice Concerning Establishment of a Banking Advancement Company to Support Regional Decarbonization

FIDEA Holdings Co. Ltd. (the “Company”) announces that at the board of directors meeting held today, the Company have decided to establish a banking advancement company to support regional decarbonization (the “Subsidiary”), subject to obtaining authorization from the relevant authorities. The main objective of the Subsidiary will be to promote local production and consumption of renewable energy in Akita Prefecture. Together with its business partner, the Subsidiary will obtain an electricity retail license and become the first banking advancement company to launch an electricity retail business. In addition, the Company will build a comprehensive decarbonization support system by combining renewable energy power generation business, carbon credit business, and decarbonization consulting business. By utilizing the knowledge and experience in the renewable energy business that the Company's group has cultivated, the Company will contribute to decarbonization of the region and a positive economic cycle.

1. The objective of establishing the Subsidiary

The Tohoku region, where the Company's sales base is based, is an area rich in renewable energy resources, and power generation companies are making progress in investing in and developing the area. However, due to various constraints and issues with stable power supplies, local businesses are currently unable to reap the benefits of being located in the area. In response to these issues, the Subsidiary is working with Renewable Energy Promotion Organization, a specified wholesale supplier, to build a system that can benefit the region, and will use our electricity retail business as an opportunity to develop new services that will achieve carbon neutrality for the region.

2. The overview of the Subsidiary

Company name	FIDEA ENERGY Co. Ltd.
Head Office Location	Akita City, Akita Prefecture
Main business activities	① Electricity retail business ② Renewable energy power generation business ③ Carbon credit business ④ Decarbonization consulting business
Capital	¥50,000,000 yen (subject to approval by relevant authorities)
Shareholder composition	FIDEA Holdings Co. Ltd. 100% (subject to approval by relevant authorities)

Note: This document has been translated from the Japanese original for reference purposes only. In the event of any discrepancy between this translated document and the Japanese original, the original shall prevail.