

Company Name: ENECHANGE Ltd.

Representative: Yohei Kiguchi, Representative Director and CEO
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(TSE Mothers Code No. 4169)

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**Notice Concerning Establishment of the Decarbonized Tech Fund,
specialized in overseas energy venture companies**

ENECHANGE Ltd. (hereinafter referred to as the “Company”) announces that at the Board of Directors Meeting held on September 30, the Company will invest in the Decarbonized Tech Fund (hereinafter referred to as “the Fund”), which specializes in investing in overseas energy venture companies, through Japan Energy Capital G.K., in whose operation ENECHANGE Ltd. participates. In addition, the Company, Japan Energy Capital G.K., Nihon Unisys, Ltd. (Headquartered in Koto-ku, Tokyo, Representative Director and CEO Akiyoshi Hiraoka), and Toshiba Energy Systems & Solutions Corporation (Headquartered in Kawasaki-shi, Kanagawa, President and CEO Takao Konishi) signed the Exempted Limited Partnership Agreement (hereinafter referred to as “LPA”).

1. Background and Purpose

Many of the major countries in the world, including Japan, have agreed to implement measures to achieve carbon neutrality by 2050, and the world is rapidly moving toward the realization of a decarbonized society. Europe and the United States are at the forefront of this and are aggressively implementing solutions necessary to expand the use of renewable energy, energy efficiency, and the development of technologies required for the realization of a decarbonized society, such as electric vehicles (EVs), charging facilities, and storage batteries. The Fund was established with the aim of accelerating the path towards a decarbonized society by incorporating leading overseas technologies and businesses through the Fund, developing priority businesses in Japan, and generating business collaborations.

2. The Fund’s strengths

1. A UK-based network with a strong track record of interviewing over 100 international decarbonization tech ventures per year

ENECHANGE Insight Ventures (formerly Japan Energy Challenge) was established in 2018 as a program that aims to match energy ventures from around the world with Japanese energy-related companies. The program team has a track record of interviewing more than 100 energy ventures with exceptional technologies and achievements every year. Based on this network and track record, through the first Fund, we invested in Ambri Inc., a U.S. company that develops next-generation storage batteries, alongside co-investors including Bill Gates. We also invested in Sense Labs, Inc., a U.S. company that is one of the world's top companies in next-generation smart meter analysis technology. This second Fund will invest exclusively in ventures with superior decarbonization technologies and proven track records.

2. Supporting entry into Japan, the world's largest electricity deregulation market

According to the CIA World Factbook, as of September 2021, Japan's electric power demand ranks fourth globally after China, the United States, and India. In the United States, deregulation has been achieved only in a few states, while deregulation is yet to be introduced in other countries. Consequently, Japan is the world's largest deregulated electricity market. Japan's energy-related system is in a transitional phase, and is set to transform in the lead-up to the opening of a capacity market in 2024. The Fund will support market entry and localization in line with the institutional reforms by leveraging our knowledge and track record.

3. A strategic partnership in Japan

In addition to our company, Nihon Unisys, Ltd., and Toshiba Energy Systems & Solutions Corporation will participate in the Fund to support the entry of overseas energy venture companies into the Japanese market by leveraging their different strengths and knowledge of the energy industry.

3. Overview of the Fund

1. Name	Japan Energy Capital 2 L.P. Commonly known as Decarbonized Tech Fund	
2. Address	Walkers Corporate Limited, 190 Elgin Avenue, George Town, Grand Cayman KY1-9008, Cayman Islands	
3. Type	Cayman-based Exempted Limited Partnership	
4. Purpose	Investment in overseas energy ventures in the decarbonization field	
5. Date of Establishment	September 30, 2021	
6. Fund Size	50 million USD (objective)	
7. Limited Partners (LP) * As of September 30, 2021	ENECHANGE Ltd. Nihon Unisys, Ltd. Toshiba Energy Systems & Solutions Corporation	
8. General Partner (GP)	Name	Japan Energy Capital G.K.
	Address	3-1-1 Marunouchi, Chiyoda-ku, Tokyo
	Representative Partner	General Incorporated Association Japan Energy Capital
	Purpose	1. Operation and management of investment partnership assets; 2. Any and all businesses incidental to or relating to the foregoing item.
	Capital	1,200,000 JPY
9. Relationship between the Company and the Fund	Relationship between the Company and the Fund	The Company will invest 5 million USD in the Fund. The payment method will be the capital call method, in which funds are paid in at the time required for the Fund.
	Relationship between the Company and GP	Japan Energy Capital G.K., General Partner of the Fund, is an affiliate of the Company. The representative director of the Company concurrently serves as the partner of Japan Energy Capital G.K..
10. Operation Period	Until September 30, 2031	

4. Schedule

1. Date of Board Resolution	September 30, 2021
2. Date of LPA execution	September 30, 2021

5. Impact on the Company's business performance

The impact on the Company's current fiscal year business performance is limited. We will make timely disclosure if a material impact on the forecast is expected.