

February 24, 2023

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Notice Concerning the Reductions of Capital

ENECHANGE (hereinafter referred to as "the Company") announces that its Board of Directors, at a meeting held on February 24, 2023, resolved to submit a proposal to reduce its amount of capital at its 8th Annual Shareholders' Meeting scheduled for March 30, 2023. Details are as follows.

1. Purpose of Capital Reduction

The Company plans to reduce capital to maintain a flexible and dynamic capitalization strategy, and in accordance with Article 447, Paragraph 1 of the Companies Act, it will conduct a reduction of capital and transfer to other capital surpluses. There will be no change in the number of shares issued or in net asset value, and the reduction in the capital will have no impact on the number of shares held by shareholders or net asset value per share. The amount of capital as of 31 December was 3,061,665,609 JPY.

2. Details of Capital Reduction

(1) Amount of Capital Reduction

Capital will be reduced by 3,051,665,609 JPY from 3,061,665,609 JPY. Post-reduction capital will be 10,000,000 JPY.

(2) Method of Capital Reduction

As the method employed will be "capital reduction without compensation", the total number of shares issued will not be changed and the entire amount of the capital to be reduced, 3,051,665,609 JPY, will be transferred to "Other Capital Surplus".

3. Schedule for Capital Reduction

(1) Decision by Board of Directors	February 24, 2023
(2) 8th Annual Shareholders' Meeting	March 30, 2023 (Scheduled)
(3) Deadline for filing of objections by creditors	May 8, 2023 (Scheduled)
(4) Effective date of capital reduction	May 12, 2023 (Scheduled)

4. Expected impact from capital reduction

As this capital reduction will be conducted via transfer between items classified under "net assets", it will result in no change in total net assets and no impact on financial results. This capital reduction is subject to approval at the 8th Annual Shareholders' Meeting scheduled for March 30, 2023.