



May 31, 2023

Corporate Name: RENOVA, Inc.
 Representative: Yosuke Kiminami
 Representative Director
 President & CEO, Founder
 (Stock code: 9519 The Prime Market
 of the Tokyo Stock Exchange)
 Contact: Kazushi Yamaguchi, CFO
 (TEL: +81-3-3516-6263)

Notice Concerning Acquisition of Equity Interest in Business of Silent Partnership (Change in Subsidiary Specified by Article 166-5 of the Financial Instruments and Exchange Act)

RENOVA Inc. hereby announces that it has acquired from its equity partner an additional equity interest in the business of Hitoyoshi Solar Silent Partnership (“Hitoyoshi Solar”) which owns Hitoyoshi Solar Power Plant (Hitoyoshi-shi, Kumamoto-ken; installed capacity: 20.8MW). RENOVA’s equity ownership in Hitoyoshi Solar will be 100.0% following the equity interest acquisition.

As announced in the Notice Concerning Change of Subsidiaries (Specified Subsidiaries) dated June 14, 2021, Hitoyoshi Solar is already a consolidated subsidiary of RENOVA because the latter has been voluntarily applying the International Financial Reporting Standards (IFRS). Meanwhile, Hitoyoshi Solar is considered a subsidiary under the Japanese GAAP because RENOVA now has a majority equity interest.

1. Reason for the acquisition of equity interest

With a mission of creating green and sustainable energy systems for a better world, RENOVA operates its power generation business based on locally entrenched renewable energy resources such as solar, biomass, wind, and geothermal power.

In accordance with Confirmation Concerning Transfer of Equity Interest in Silent Partnership in Hitoyoshi Solar G.K. concluded between RENOVA and the equity partner, RENOVA has the right to take over by transfer of the equity interest owned by the equity partner, and has recently executed that right.

2. Outline of Hitoyoshi Solar (as of March 31, 2023)

(1) Title	Hitoyoshi Solar T.K.
(2) Location	1217-1-405 Kawaraya-machi, Hitoyoshi, Kumamoto Prefecture
(3) Title and name of operator	(Operator) Hitoyoshi Solar G.K. Masakazu Hongo, Executor Silent partner: RENOVA, Inc. Yosuke Kiminami, Representative Director President & CEO, Founder
(4) Business	Solar PV business
(5) Total capital contribution	764 million yen
(6) Date of establishment	October 14, 2014
(7) Ownership Interest	RENOVA, Inc. 38.0% Fuyo General Lease Co. Ltd. 62.0%

(8) Relationship between listed company and said business of silent partnership	Capital relationship	RENOVA has a 38.0% ownership interest in the silent partnership.		
	Personal relationship	There is no personal relationship that is required to be stated between RENOVA and the silent partnership business.		
	Business relationship	There is no business relationship that is required to be stated between RENOVA and the silent partnership business. RENOVA Asset Management, Inc., a subsidiary of RENOVA, and Hitoyoshi Solar G.K., the operator of the silent partnership business, have signed an agreement for operational support and outsourcing.		
(9) Business results and financial position of silent partnership business over the last three years				
	Fiscal Year	FY ended March 2021	FY ended March 2022	FY ended March 2023
	Net assets	0 million yen	0 million yen	1 million yen
	Total assets	2,727 million yen	5,535 million yen	7,152 million yen
	Net sales	-	-	-
	Operating profit	-	-	-
	Ordinary profit	0 million yen	0 million yen	0 million yen
	Profit	0 million yen	0 million yen	0 million yen

3. Outline of party from which equity interest is acquired (as of March 31, 2023)

(1) Title	Fuyo General Lease Co. Ltd.			
(2) Location	5-1-1 Kojimachi, Chiyoda-ku, Tokyo, Japan			
(3) Title and name of representative	Hiroaki Oda, President and Chief Executive Officer			
(4) Business	Provision of leasing and financial services to corporate bodies, etc.			
(5) Capital	10,532 million yen			
(6) Date of establishment	May 1, 1969			
(7) Net assets	409,437 million yen			
(8) Total assets	3,149,740 million yen			
(9) Major shareholders and shareholding ratios	Meiji Yasuda Life Insurance Company: 8.48%, and others			
(10) Relationships between the listed company and the relevant company	Capital relationship	There is no capital relationship that is required to be stated between RENOVA and Fuyo General Lease Co. Ltd. In addition, no related parties or affiliates of RENOVA have any significant relationships with any related parties or affiliates of Fuyo General Lease Co. Ltd.		
	Personal relationship	There is no personal relationship that is required to be stated between RENOVA and Fuyo General Lease Co. Ltd. In addition, no related parties or affiliates of RENOVA have any significant relationships with any related parties or affiliates of Fuyo General Lease Co. Ltd.		
	Business relationship	RENOVA had set up and operated Hitoyoshi Solar T.K. jointly with the said equity partner, which transferred its equity interest to RENOVA on this occasion.		
	Status as related party	Fuyo General Lease Co. Ltd. does not constitute a related party of RENOVA. In addition, no related parties or affiliates of Fuyo General Lease Co. Ltd. are considered to be related parties of RENOVA.		

4. Status of equity interests before and after the transfer

(1) Ownership interest before transfer: 38.0%

(2) Equity interest to be acquired: 62.0%

(3) Ownership interest after transfer: 100.0%

Although the transfer price is undisclosed in accordance with the non-disclosure agreement with the party to whom the equity interest is transferred, it is less than 1% of RENOVA's total equity as of March 31, 2023 (64,731 million yen).

5. Schedule

May 31, 2023: Completion of construction of Hitoyoshi Solar Power Plant

May 31, 2023: RENOVA executed its right to take over by transfer of the equity interest in the silent partnership in accordance with Confirmation Concerning Transfer of Equity Interest in Silent Partnership in Hitoyoshi Solar G.K.

May 31, 2023: Transfer of equity interest

6. Future outlook

The impact of the acquisition of the equity interest on the financial results for the current fiscal year (fiscal year ending March 31, 2024) is already reflected in the consolidated business results forecast released on May 9, 2023. RENOVA will promptly disclose any other matters that should be announced, as and when they arise.

[For inquiries about this release]

Kenichiro Nose, Investor Relations

Tel: +81-3-3516-6263

Email: ir@renovainc.com