

March 28, 2023

Dear Sirs:

Name of Company : BELLUNA CO., LTD.
Code No.: 9997 PRIME Section of the Tokyo Stock
Exchange

Notice of Change in Second-Tier Subsidiary

At a meeting of the Board of Directors held on March 28, 2023, the Company has decided that Bellstage Co., Ltd., one of its consolidated subsidiaries, will invest in Mogami Geo-Energy LLC. With this investment, Mogami Geo-Energy LLC. becomes one of the Company's specified subsidiaries. Details are as follows.

1. Reason for the change

As part of its activities for environmental protection, the Belluna Group has been promoting renewable energy businesses such as starts of solar power generation business in Tochigi in 2013, Saitama in 2014, and Gunma in 2019. Aiming to further expand the business going forward, we decided to invest in Mogami Geo-Energy LLC. As a result, our investment in the company will be equivalent to at least 10% of our capital stock, making the company into our specified subsidiary.

2. Outline of Mogami Geo-Energy LLC.

| | | | |
|--|---|--------------------|--------------------|
| 1. Name | Mogami Geo-Energy LLC. | | |
| 2. Location | 2-8, Shirakawa 3-chome, Koto-ku, Tokyo | | |
| 3. Name and title of representative | WIND-SMILE Co., Ltd. Syuzo Fukudome, CEO | | |
| 4. Business | Selling and supplying electricity, etc., based on geothermal power generation | | |
| 5. Capital stock | 1 million yen | | |
| 6. Established | November 25, 2020 | | |
| 7. Equity investors and their investment ratio | WIND-SMILE Co., Ltd. 100% | | |
| 8. Relationship between the listed company and the relevant company | Capital relationship | Not applicable | |
| | Personal relationship | Not applicable | |
| | Business relationship | Not applicable | |
| 9. Operating results and financial position of the company over the last three years | | | |
| Fiscal year | FY ended Sep. 2020 | FY ended Sep. 2021 | FY ended Sep. 2022 |
| Net assets | - | 0 million yen | 0 million yen |
| Total assets | - | 1 million yen | 0 million yen |
| Net sales | - | - | - |
| Operating profit | - | -0 million yen | -0 million yen |
| Ordinary profit | - | -0 million yen | -0 million yen |
| Profit | - | -0 million yen | -0 million yen |

3. Investment amount and investment ratio before/after the investment

| | |
|---------------------------------------|-------------------|
| 1) Investment ratio before the change | 0% |
| 2) Capital contribution | 1,880 million yen |
| 3) Investment ratio after the change | 94.9% |

4. Schedule

| | |
|----------------|-----------------------|
| Effective date | March 30, 2023 (plan) |
|----------------|-----------------------|

5. Future outlook

The impact on consolidated business results due to this change is insignificant. There is no change for the forecast for the fiscal year ending March 31, 2023 (April 1, 2022 to March 31, 2023.)