

March 1, 2022

For Immediate Release

**Infrastructure Fund Issuer**

Takara Leben Infrastructure Fund, Inc.

Representative: Masahide Kikuchi, Executive Director  
Securities Code: 9281

**Management Company**

Takara Asset Management Co., Ltd.

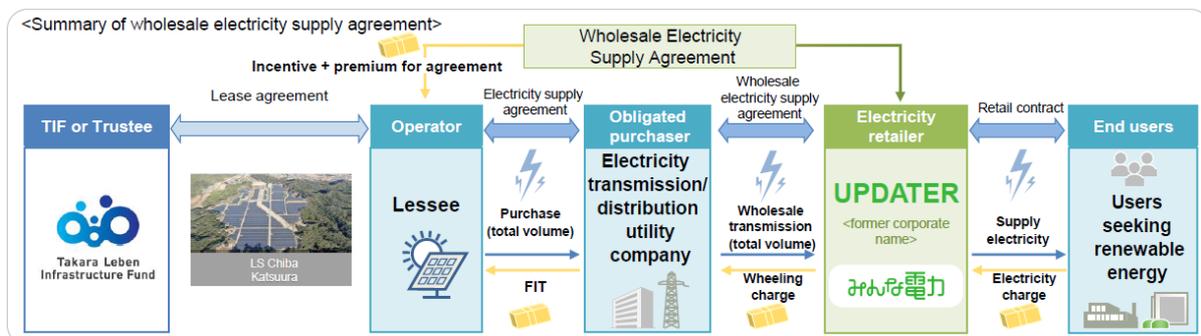
Representative: Mamoru Takahashi, President & CEO  
Contact: Masahide Kikuchi, Vice President  
TEL: +81-3-6262-6402

Notice of conclusion of specified wholesale supply agreement by solar power plant lessee and power producer

Takara Leben Infrastructure Fund, Inc. (the “Fund”) hereby announces a specified wholesale supply agreement (the “Specified Wholesale Agreement”) was entered into by and between UPDATER Inc. (“UPDATER”) and Katsuura Okitsu Solar G.K. (“Katsuura Okitsu Solar”), the lessee and power producer of the Fund’s LS Chiba Katsuura power plant (the “Power Plant”). The details are as follows.

1. Overview of Specified Wholesale Agreement

(1) Diagram of Specified Wholesale Agreement



(2) Reason for conclusion of Specified Wholesale Agreement

By supplying electric power, UPDATER is pushing ahead with initiatives geared towards revitalizing local communities in recognition of the new common practice in society of focusing on electricity generated and electricity consumed. Accordingly, UPDATER has launched a renewable energy business called Minna Denryoku to facilitate regional collaboration through electricity. The conclusion of the Specified Wholesale Agreement between UPDATER and Katsuura Okitsu Solar, the lessee and power producer of the Power Plant, will enable Katsuura Okitsu Solar to focus on contributing to society by furthering decarbonization efforts and promoting the uptake of renewable energy as a power producer by supplying electric power\* through Minna Denryoku to individual and corporate consumers who are conscious of using energy with a smaller environmental footprint. The Fund intends to cooperate on all fronts because it believes that the above initiative contributes to its basic policy of generating value with the use of natural energy, creating employment in the community, furthering the development of society and the economy, combatting global warming, and helping to improve energy self-sufficiency. The Fund believes that owing to the conclusion of the Specified Wholesale Agreement, the following three points

will lead to the maximization of the Fund’s basic policy and value for investors.

Note: Electricity generated at the Power Plant is first purchased by TEPCO Power Grid, Inc. (“TEPCO Power Grid”), a general power transmission and distribution company, under a specified agreement by way of the feed-in tariff (FIT) system whereby renewable energy is purchased at a fixed price. TEPCO Power Grid then provides wholesale supply to Minna Denryoku under a specified wholesale supply agreement with UPDATER. The purchasing costs under the FIT system are covered by the renewable energy levies collected from electric power consumers nationwide, therefore the unique advantage of this electricity being free of CO<sub>2</sub> emissions having been purchased via the FIT system belongs to all consumers, not the specific consumer to whom the electricity was supplied.

**(i) Contributing to the uptake of renewable energy**

Supplying electric power to consumers that integrate environmental considerations into their business management and making an effort to promote a carbon-free society and adopt environmentally-friendly sources of energy will contribute to improvements in energy self-sufficiency.

**(ii) Fostering regional collaboration through the supply of electric power**

Being cognizant of the new common practice of focusing on electricity generated and electricity consumed by supplying electric power to Minna Denryoku to foster regional collaboration through electricity will propel initiatives geared towards revitalizing local communities.

**(iii) Maximizing value for investors by leveraging asset characteristics**

In the lease agreement with Katsuura Okitsu Solar, the Fund has adopted a rent arrangement that combines both a guaranteed minimum rent and a performance-linked rent. With the recent conclusion of the Specified Wholesale Agreement for the Power Plant, Katsuura Okitsu Solar will collect an agreed premium tariff\* from Minna Denryoku according to the volume of electric power sold only if the consumers of electric power via UPDATER have been matched with the power plant. It should be noted that under the lease agreement for the Power Plant between the Fund and Katsuura Okitsu Solar, the agreed premium tariff collected from UPDATER is essentially split fifty-fifty between the Fund and Katsuura Okitsu Solar and the Fund includes it in the calculation of performance-linked rent.

Note: The agreed premium tariff is the amount (plus the corresponding amounts of consumption tax and local consumption tax) derived by multiplying by the agreed premium unit cost (¥/kWh) the volume of electric power generated at the Power Plant that is supplied as specified wholesale to Minna Denryoku via the general power transmission and distribution company, and then sold to Minna Denryoku consumers. Any amount less than one yen is rounded down. However, if there is a change to the calculation of avoidable expenses prescribed in item (ii) of Article 29 of the *Act on Special Measures Concerning Procurement of Electricity from Renewable Energy Sources by Electricity Utilities*, UPDATER can change the agreed premium unit cost upon consultation with Katsuura Okitsu Solar. Avoidable expenses are the amount calculated by the method specified by Order of the Ministry of Economy, Trade and Industry as the amount of expenses which would be incurred for generating or procuring electricity in an amount equivalent to the amount of electricity from renewable energy sources used that was procured by the electricity utility based on a specified contract if that electricity utility generated or procured the electricity by itself. This amount is deducted from the cost of purchasing electricity from renewable energy sources under the FIT system. Also, in some cases, the agreed premium tariff may be abolished or changed in the first year (or upon contract extension). The same shall apply hereinafter.

The Fund believes that these activities contribute to the following three of the United Nations’ 17 Sustainable Development Goals, or SDGs for short.

1. Affordable and clean energy
2. Responsible production and consumption
3. Climate action



In May 2019, the Fund established a sustainability policy for initiatives aimed at achieving its basic policy and realizing a sustainable society. Going forward, it will continue to tackle environmental problems and contribute to regional communities.

(3) Details of Specified Wholesale Agreement

Property No.	S-42
Power Plant <sup>1</sup>	LS Chiba Katsuura
Effective date of Agreement <sup>2</sup>	February 28, 2022
Scheduled start of specified wholesale supply	April 30, 2022
Power producer	Katsuura Okitsu Solar
Specified wholesale supply destination	UPDATER

Note 1: LS is an abbreviation of Leben Solar, the name of the series of solar power generation plants acquired by the Fund. The same shall apply hereinafter.

Note 2: The term of the Specified Wholesale Agreement shall be one year from the day specified wholesale supply starts. Unless either party gives notification to the other party up until four months before the end of the term, or unless otherwise provided for in the Specified Wholesale Agreement, the term of the Specified Wholesale Agreement shall be renewed automatically for one more year with the same terms and conditions.

2. Operating results forecasts

The impact on the Fund’s operating results from the conclusion of the Specified Wholesale Agreement between Katsuura Okitsu Solar and UPDATER will be minor. No changes have been made to the operating results forecasts for the fiscal periods ending May 31, 2022 (December 1, 2021 to May 31, 2022), November 30, 2022 (June 1, 2022 to November 30, 2022), and May 31, 2023 (December 1, 2022 to May 31, 2023).

\*The Fund’s website: <https://tif9281.co.jp/>