

Dear Sirs:

Name of Company: BELLUNA CO., LTD.
Code No.: 9997 1st Section of the Tokyo Stock Exchange

Notice of a Change (Capital Increase) in a Consolidated Subsidiary

Belluna Co., Ltd. ("the Company") announces that a meeting of its Board of Directors held on September 18, 2015 resolved that the Company will increase the capital of BELLUNA LANKA PVT. LTD., a subsidiary of the Company. The details are as follows.

1. Reason for the change

The Belluna Group has decided to carry out a capital increase to develop its Property business in the Democratic Socialist Republic of Sri Lanka in order to diversify its asset management and improve profitability.

Following the capital increase, the Company's investment in its subsidiary BELLUNA LANKA PVT. LTD. will exceed 10% of its capital. As a result, BELLUNA LANKA PVT. LTD. will become a specified subsidiary of the Company.

2. Profile of the new specified subsidiary

(As of September 18, 2015)

(1) Name	BELLUNA LANKA PVT. LTD.
(2) Address	Level 21, West Tower, World Trade Centre, Colombo 01 Sri Lanka
(3) Name of representative	Kiyoshi Yasuno
(4) Business	Real estate development
(5) Capital stock	LKR 1,044,305,318
(6) Date of establishment	December 9, 2014
(7) Capital contribution ratio	BELLUNA CO., LTD. 100%

3. Details of capital increase

(1) Capital increase	LKR 3,416,072,720
(2) Capital stock after capital increase	LKR 4,460,378,038
(3) Underwriter of capital increase	BELLUNA CO., LTD.
(4) Capital contribution ratio	BELLUNA CO., LTD. 100%
(5) Due date of payment	Late September 2015 (tentative)

4. Outlook

The effect of the new specified subsidiary on the Company's consolidated results for the fiscal year ending March 31, 2016 (from April 1, 2015 to March 31, 2016) is minor, and the results forecast for the fiscal year remains unchanged.

For inquiries about this notice, please contact the department below.
Executive Corporate Planning Department, Belluna Co., Ltd.
(TEL: 048-771-7753)

- END -