



(Translation)

Notes:

This document has been translated from the Japanese original for reference purposes only. In the event of any discrepancy between this translated document and the Japanese original, the original shall prevail. The Company assumes no responsibility for this translation or for direct, indirect or any other forms of damages arising from the translation.

May 27, 2025

Company name: JAPAN MATERIAL Co., Ltd.
 Representative : Hisao Tanaka President and Representative Director
 (Stock code: 6055,
 Tokyo Stock Exchange: Prime, Nagoya Stock Exchange: Premier)
 Contact: Keisuke Hase Director and Managing Executive Officer
 (Tel: +81-59-399-3821)

Notice Concerning Acquisition of Shares of ASKA Electric Co., Ltd.

JAPAN MATERIAL Co., Ltd. (hereinafter, “the Company”) hereby announces that at the Board of Directors meeting held on May 27, 2025, the Company resolved to acquire all shares of ASKA Electric Co., Ltd., and to conclude a “Share Purchase Agreement” with the shareholders as described below. Although this matter does not fall under Timely Disclosure Standards, the Company is making a voluntarily disclosure as determined that it is useful information, and some disclosure items and details have been omitted.

1. Purpose of the acquisition of shares

In Electronics and Graphics Solution segments of JAPAN MATERIAL Group (hereinafter, “the Group”), the Group has worked to strengthen its IT-related capabilities (software development and maintenance). Now, by welcoming ASKA Electric Co., Ltd., which designs and inspects satellite and rocket tracking equipment as well as operates and maintains such equipment, will lead to further strengthening of the Group’s ability to address IT-related needs, and by utilizing the Group’s integrated technical services which has been cultivated over the years, the Group aims to expand its business domain in the space business, which is expected the further growth in the future.

2. Overview of the subsidiary subject to change

(1) Name	ASKA Electric Co., Ltd.	
(2) Location	6-30-1 Sakanoue, Kagoshima City, Kagoshima Prefecture	
(3) Representative	Masaki Uehara, Representative Director	
(4) Description of business	System design, software design, inspection, maintenance, and operation of rocket launch supporting equipment and satellite tracking ground equipment. Test design, evaluation and verification of wireless base station equipment	
(5) Share capital	¥50,000,000	
(6) Date of establishment	September 25, 1985	
(7) Major shareholders and ownership ratio	Undisclosed due to confidentiality agreement with the shareholders	
(8) Relationship between the Company and said company	Capital relationship	Not applicable.
	Personnel relationship	
	Business relationship	
(9) Operating results and financial condition	(Fiscal year ended July 31, 2024) Total assets ¥1,006 million Net sales ¥1,105 million	

* The recent operating results and financial condition of the said company are partially disclosed at the request of that company.

3. Overview of the counterparty to the acquisition of shares

The counterparty to the acquisition of shares consists of five individual shareholders. A confidentiality agreement with these shareholders precludes the disclosure of names and addresses.

There are no capital relationships, personnel relationships, or business relationships between these shareholders and the Company that should be stated. Furthermore, there is no applicability to related parties.

4. Number of shares to be acquired, acquisition costs, and shareholding before and after acquisition

(1) Number of shares held before the change	0 shares (Number of voting rights: 0 units)
(2) Number of shares to be acquired	100,000 shares (Number of voting rights: 100,000 units) (Ratio of shares issued: 100%)
(3) Acquisition costs	Acquisition costs are determined after conducting due diligence in each area by external agencies and discussing with the shareholders, but are undisclosed due to a confidentiality agreement with the said shareholders. In addition, acquisition costs are less than 15% of consolidated net assets as of the end of the immediately preceding consolidated fiscal year and the amount of net assets as of the end of the immediately preceding fiscal year, and thus do not meet the disclosure criteria.
(4) Number of shares held after the change	100,000 shares (Number of voting rights: 100,000 units) (Ratio of shares issued: 100%)

5. Schedule of acquisition of shares

May 27, 2025	Board of Directors' resolution
May 27, 2025	Conclusion of Share Purchase Agreement
June 19, 2025	Date of acquisition of shares (planned)

6. Future outlook

The impact of this acquisition on the Group's financial results is to be immaterial.

ASKA Electric Co., Ltd. is scheduled to be a non-consolidated subsidiary from the perspective of the impact on the financial results.

The above "5. Schedule of acquisition of shares" is the current schedule, and after the official decision of the acquisition of shares, any relevant matters that required to be disclose will be announced promptly if arise.

End