

September 22, 2025

Company name: H.I.S. Co., Ltd.
Name of representative: Yada Motoshi, President and CEO
(Securities code: 9603; Prime Market)
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(Update on disclosed matter) Notice Regarding the Conclusion of a Share
Transfer Agreement on the Acquisition of Shares
(and the Creation of Wholly Owned Subsidiary)
by a Consolidated Subsidiary of the Company

Cross E Holdings Corporation Limited (hereinafter "Cross E"), a consolidated subsidiary of H.I.S. Co., Ltd. (hereinafter "the Company"), announces that, as disclosed in the "Notice Regarding the Conclusion of a Basic Agreement on the Acquisition of Shares of Kyoshin Densetsu Kogyo K.K. (and the Creation of Wholly Owned Subsidiary) by a Consolidated Subsidiary of the Company" dated May 20, 2025, Cross E's Board of Directors resolved today to enter into a share transfer agreement on the acquisition of shares to make Kyoshin Densetsu Kogyo K.K. (Headquarters: Sasebo, Nagasaki Prefecture) a subsidiary.

1. Overview of the acquiring consolidated subsidiary

(1)	Name	Cross E Holdings Corporation Limited
(2)	Location	5-3 Huis Ten Bosch Machi, Sasebo, Nagasaki, Japan
(3)	Job title and name of representative	Matsuo Takashi, Representative Director
(4)	Description of business	Operational holding company
(5)	Share capital	280million yen

2. Overview of Kyoshin Densetsu Kogyo K.K.

(1)	Name	Kyoshin Densetsu Kogyo K.K.	
(2)	Location	1-14 Oroshi-honmachi, Sasebo, Nagasaki, Japan	
(3)	Job title and name of representative	Mukai Shiro, President and Representative Director	
(4)	Description of business	Electrical work, telecommunications work, plumbing work, solar power generation	
(5)	Share capital	20 million yen	
(6)	Date of establishment	February 4, 1946	
(7)	Major shareholders and ownership Ratio	6 individual shareholders	
(8)	Relationship between the Company and said company	Capital relationship	None
		Personnel relationship	None
		Business relationship	None
		Related party relationship	None
(9)	Operating results and financial condition for the past three years (millions of yen)		
As of / fiscal year ended		Fiscal year ended May 31, 2023	Fiscal year ended May 31, 2024
			Fiscal year ended May 31, 2025
Total net assets		302	319
Total assets		724	1,120
Net assets per share (yen)		7,561.00	7,981.02
Net sales		618	531
Operating profit		20	29
Ordinary profit		48	29
Net profit		33	21
Net profit per share (yen)		845.00	545.01
EBITDA		79	82

3. Overview of the counterparty to the acquisition of shares

The counterparty to the share acquisition consists of six individual shareholders. There are no capital, personal, or business relationships of note between the Company and the individual shareholders.

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

(1)	Number of shares held before acquisition	- shares (Number of voting rights:-) (Ownership ratio: -%)
(2)	Number of shares to be acquired	40,000 shares (Number of voting rights: 40,000)
(3)	Acquisition costs	Shares 420 million yen
		Advisory fees, etc. (Estimated amount) 3 million yen
		Total (Estimated amount) 423 million yen
(4)	Number of shares held following acquisition	40,000 shares (Number of voting rights: 40,000) (Ownership ratio: 100%)

5. Schedule

(1)	Date of conclusion of basic agreement	May 20, 2025
(2)	Date of resolution by Board of Directors	September 22, 2025
(3)	Date of conclusion of share transfer agreement on the acquisition of shares	September 24, 2025 (planned)
(4)	Effective date of the share transfer	October 1, 2025 (planned)

6. Future outlook

Impacts on business performance associated with the acquisition are minor. As a result of the acquisition, Kyoshin Densetsu Kogyo K.K. is expected to become a consolidated subsidiary of the Company during the coming fiscal year (the fiscal year ending October 2026). Any future matters requiring disclosure will be promptly made public.

Note: 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.
