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May 30, 2025

Listed company name: Shinko Shoji Co.,Ltd
Representative: Tatsuya Ogawa,
President and Representative Director
(Code No.:8141, Tokyo Srock
Exchange Prime Market)
Contact: Shuji Isshiki,Director
(Telephone :+81-3-6361-8111)

Notice Concerning Acquisition of Shares of SHIMIZUSYNTEC Corporation (to Make It a Subsidiary)

At the Board of Directors meeting held today, we resolved to acquire the shares of SHIMIZUSYNTEC Corporation (Headquarters: Kanazawa City, Ishikawa Prefecture; Representative Director and President: TATSUHIRO MATSUO; hereinafter referred to as "SHIMIZUSYNTEC"), a subsidiary of NEC Corporation (Headquarters: Minato-ku, Tokyo; Representative Director and President: Takayuki Morita; hereinafter referred to as "NEC"), and make it a wholly-owned subsidiary (hereinafter referred to as "this transaction"). Today, we have entered into a share transfer agreement with NEC, as detailed below.

1. Reason for acquisition of shares

Our company has set " In this era of change, we aim to increase the value of our existence through providing a wide range of electronics products and services and realize an evolving electronic trading company group " as our management policy and has established " area strategy, growth investments aimed at developing and creating new business domains, and M&A " as one of our management strategies.

SHIMIZUSYNTEC, as a special sales agent for NEC, has a strong sales foundation starting from Hokuriku region, and not only sells electronic devices but also possesses expertise in system solution development, including manufacturing support utilizing IT/DX technologies from the product manufacturing stage. Therefore, we believe SHIMIZUSYNTEC can be a powerful partner in realizing our management strategy. Additionally, SHIMIZUSYNTEC is also looking to further expand its sales channels, and we believe mutual synergy can be expected, leading to this transaction.

By leveraging such synergies, we aim to further enhance our profitability, increase our presence in the industry, and strive to improve our corporate value.

2. Overview of the subsidiary (SHIMIZUSYNTEC) subject to change

| | |
|--------------------------------------|---------------------------------------------------------|
| (1) Name | SHIMIZUSYNTEC Corporation |
| (2) Location | 5-36 Tamagawa-cho, Kanazawa-shi, Ishikawa |
| (3) Name and Title of Representative | Tatsuhiro Matsuo, Representative Director and President |

| | | | |
|-----|---------------------------------------------------------------------------------------------------------------------------------------------|--------------------------------------------------------------------|---------------------------------------------------------------------------------|
| (4) | Description of business | Wholesale of electronic devices, electrical equipment construction | |
| (5) | Stated Capital | JPY 90 million | |
| (6) | Date of establishment | September 25, 1940 | |
| (7) | Major shareholders and ownership ratios | NEC Corporation (100.0%) | |
| (8) | Relationship between the Company and said company | Capital relationship | None |
| | | Personnel relationship | None |
| | | Business relationship | There are minor business transactions between our company and the said company. |
| (9) | Consolidated operating results and consolidated financial positions of said company for the last three years (yen, unless otherwise stated) | | |
| | Fiscal year ended | March 2023 | March 2024 |
| | | | March 2025 |
| | Net Assets | 3,252 million | 3,489 million |
| | Total Assets | 6,845 million | 6,897 million |
| | Net Assets per Share | 1,806 | 1,938 |
| | Net Sales | 9,269 million | 9,210 million |
| | Operating Income | 203 million | 363 million |
| | Ordinary Income | 240 million | 413 million |
| | Net Income | 156 million | 269 million |
| | Earnings per Share | 87 | 150 |
| | Dividend per Share | 25.99 | 44.85 |
| | | | 65.42 |

(*) We have provided the reported figures from the standalone financial statements.

3. Overview of the counterparty in the share acquisition

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|-----|-----------------------------------------|-------------------------------------------------------------------------------------------------------------------------------------|
| (1) | Name | NEC Corporation |
| (2) | Location | 7-1, Shiba 5-chome, Minato-ku, Tokyo |
| (3) | Name and Title of Representative | Takayuki Morita, Director, Representative Executive Officer , President and CEO |
| (4) | Description of business | IT services business and social infrastructure business |
| (5) | Stated Capital | JPY 427.8 billion |
| (6) | Date of Incorporation | July 17, 1899 |
| (7) | Net Assets | JPY 2,071.5 billion |
| (8) | Total Assets | JPY 4,315.4 billion |
| (9) | Major shareholders and ownership ratios | The Master Trust Bank of Japan, Ltd. (Trust account) 17.78% |
| | | Custody Bank of Japan, Ltd. (Trust account) 8.69% |
| | | NIPPON TELEGRAPH AND TELEPHONE CORPORATION 4.88% |
| | | JP MORGAN CHASE BANK 385632 (Standing proxy: Settlement & Clearing Services Department of Mizuho Bank, Ltd.) 3.17% |
| | | STATE STREET BANK AND TRUST COMPANY 505001 (Standing proxy: Settlement & Clearing Services Department of Mizuho Bank, Ltd.) 2.94% |
| | | SUMITOMO LIFE INSURANCE COMPANY 2.10% |
| | | STATE STREET BANK WEST CLIENT - TREATY505234 (Standing proxy: Settlement & Clearing Services Department of Mizuho Bank, Ltd.) 2.04% |

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|--------------------------------------------------------|-----------------------------------------------------------------------------------------------------------------------------------|----------------------------|
| | STATE STREET BANK AND TRUST COMPANY 505025 (Standing proxy: Settlement & Clearing Services Department of Mizuho Bank, Ltd.) 1.58% | |
| | BNYMAS AGT/CLTS NON TREATY JASDEC 1.46% | |
| | JP MORGAN CHASE BANK 385781 (Standing proxy: Settlement & Clearing Services Department of Mizuho Bank, Ltd.) 1.32% | |
| (10) Relationship between the Company and said company | Capital Relationship | None |
| | Personnel Relationship | None |
| | Business Relationship | It is one of our suppliers |
| | Related party relationship | None |

(*)The major shareholders and their shareholding ratios are as of the end of March 2025. Additionally, the net assets and total assets are consolidated figures as of the end of March 2025.

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

| | |
|---------------------------------------------|---------------------------------------------------------------------------------------------------------|
| (1) Number of shares held before the change | - shares (Number of voting rights: 0 units) (Ratio of voting rights held: 0.0%) |
| (2) Number of shares to be acquired | 1,800,000 shares (Number of voting rights: 1,800,000 units) (Ratio of voting rights held: 100.0%) |
| (3) Acquisition costs | JPY 5,182 million |
| (4) Number of shares held after the change | 1,800,000 shares (Number of voting rights: 1,800,000 units) (Ratio of voting rights held: 100.0%) |

5. Timetable

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|-----------------------------------------------------------------|---------------------------|
| (1) Date of resolution at the meeting of the Board of Directors | May 30, 2025 |
| (2) Date of conclusion of the agreement | May 30, 2025 |
| (3) Date of commencement of share transfer | June 30, 2025 (scheduled) |

6. Future outlook

If the share acquisition is executed as planned, SHIMIZUSYNTEC will become our consolidated subsidiary from the second quarter of the fiscal year ending March 2026.

For the impact of this matter on the consolidated financial results for the current fiscal year, please refer to the "Notice Concerning the Revision of Full-Year Consolidated Financial Results Forecast and Dividend Forecast" disclosed today.