

To Whom It May Concern:

Company name: Sumitomo Densetsu Co., Ltd.
Representative: Makoto Tani, President
(Securities code: 1949 Prime Market, Tokyo Stock Exchange)
Contact: Koji Tanioku, Executive Officer and General Manager, the
Finance & Accounting Department
(TEL +81-6-6537-3490)

Matters Concerning Controlling Shareholders, etc.

1. Trade name, etc. of the parent company

(As of March 31, 2025)

Name	Attribute	Ratio of voting rights held (%)			Financial instruments exchange, etc. on which the issued shares are listed
		Direct holdings	Portion subject to aggregation	Total	
Sumitomo Electric Industries, Ltd.	Parent company	50.76	0.14	50.90	Prime Market of Tokyo Stock Exchange Premier Market of Nagoya Stock Exchange Fukuoka Stock Exchange

2. Position of the Company in the corporate group of the parent company, etc. and the relationships between other listed companies and the parent company, etc.

The parent company of the Company is Sumitomo Electric Industries, Ltd., which holds 50.90% of the voting rights of the Company, including indirect holdings. The Company is engaged in the environmental energy-related business in the corporate group of the parent company, and receives orders for various types of facility construction work from the parent company and its group companies, while purchasing raw materials for various types of facility construction work from them.

As a member of the group, the Company receives comprehensive guidance on business management from the parent company. However, regarding its business activities, the Company is not subject to any restrictions, such as approvals, and makes its decisions independently, thereby securing a certain degree of independence from the parent company.

3. Matters concerning transactions with controlling shareholders, etc.

Fiscal year ended March 31, 2025 (from April 1, 2024, to March 31, 2025)

Attribute	Company name: (Address)	Capital (millions of yen)	Description of business	Ratio of voting rights, etc. held (%)	Related content	
					Concurrent positions of officers, etc.	Business relationship
Parent company	Sumitomo Electric Industries, Ltd. (Chuo-ku, Osaka City)	99,737	Manufacture and sale of electric cables, electrical equipment, and other machinery and equipment	Direct:50.8 Indirect: 0.1	Transferred: 4 persons	Design, construction and supervision of various types of facility construction work ordered by the parent company Purchase of electrical equipment and other machinery and equipment, etc. sold by the parent company
						Transaction details
						Transaction amount (millions of yen)
			Receipt of orders for facility construction work	12,763	Accounts receivable from completed construction contracts	Year-end balance (millions of yen)
						8,021

(Note) Transaction terms, conditions for determining transaction terms, and other matters

With orders for facility construction work, the Company presents an estimate that takes into account market prices and its profitability, and then negotiations are conducted to reach the decision each time.

4. Status of implementation of measures to protect minority shareholders in conducting transactions, etc. with controlling shareholders

The Company receives orders from the parent company for facility construction work, etc., and when conducting such transactions, the Company pays careful attention to ensure the contract amount is not significantly lower than ordinary transactions with third parties. Specifically, in each case, the Company presents an estimate that takes into account its profitability, and negotiations are conducted to make the final decision. In addition, the purchase of electric wires, cables, and other materials is determined in consideration of market prices and the Company's profitability.

Transactions with the parent company, etc. that have a significant impact on business operations are reported to the Board of Directors of the Company, and when the Board of Directors receives such reports, it makes decisions based on the above policy in consideration of the Company's profitability.

In addition, the Company has stipulated the rule that independent outside directors should comprise at least one-third of the total number of directors in order to further strengthen its effective governance structure as a listed subsidiary and to protect general shareholders through independent officers, and currently, such requirement is met.

The Company has established the Group Intercompany Transaction Conflict of Interest Supervision Committee, which consists of outside officers including independent outside directors. The purpose is to deliberate on and examine important transactions and acts involving conflicts of interest between the parent company and minority shareholders among transactions between the Company group and the parent company group. The Committee regularly reports to the Board of Directors the results of its deliberations and examinations on the relevant transactions and acts.