



May 15, 2026

SMS Co., Ltd.

(Company Code: 2175, TSE Prime Market)

<https://global.bm-sms.com/>

<PRESS RELEASE>

Notice Regarding Change in Specified Subsidiary

SMS Co., Ltd. (the "Company") hereby announce that there has been a change in a specified subsidiary of the Company, as described below. We deeply apologize for the delay in disclosing this information.

1. Reason for the Change

Medilabs Co., Ltd., a consolidated subsidiary of the Company, conducted a capital increase of USD 500,000 for its subsidiary, MIMS Career (Shanghai) Co. Ltd. (hereinafter referred to as "MIMS Career (Shanghai)"). As the capital of MIMS Career (Shanghai) after this capital increase is equivalent to 10% or more of the Company's capital, MIMS Career (Shanghai) has become a specified subsidiary of the Company.

2. Overview of the Subsidiary with Increased Capital

(1) Name	MIMS Career (Shanghai) Co. Ltd.	
(2) Location	Room 2202-05C, No. 1486 West Nanjing Road, Jing'an District, Shanghai	
(3) Title and Name of Representative	Legal Representative / Executive Director, Tatsuya Koike	
(4) Description of Business	Provision of recruitment support services for healthcare professionals and business operators	
(5) Capital (after capital increase)	USD 2,040,000	
(6) Date of Establishment	January 28, 2019	
(7) Major Shareholder and Shareholding Ratio	Medilabs Co., Ltd. 100%	
(8) Relationship between the Listed Company and the Subsidiary	Capital relationship	The Company indirectly holds shares of the subsidiary. In addition, it became a specified subsidiary of the Company due to this capital increase.
	Personnel relationship	Employees are

		seconded from the Company.	
	Business relationship	There is no business relationship to be stated between the Company and the subsidiary.	
(9) Operating results and financial position of the subsidiary for the last three years			
Fiscal Year End	FY ended Dec 2023	FY ended Dec 2024	FY ended Dec 2025
Net assets	RMB 800,011	RMB 2,294,129	RMB 3,954,230
Total assets	RMB 963,882	RMB 2,482,776	RMB 4,232,272
Net sales	RMB 95,313	RMB 412,374	RMB 471,306
Operating profit	RMB (1,905,540)	RMB (1,816,255)	RMB (1,814,571)
Profit attributable to owners of parent	RMB (1,906,670)	RMB (1,770,896)	RMB (1,883,649)

3. Date of Change

October 16, 2025

4. Outlook

This change will have no impact on the Company's business performance.