

March 27, 2025

Company name: DRAFT Inc.
(Code number: 5070, Growth Market of the Tokyo Stock Exchange)

Representative: Masahiko Aranami
Representative Director

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Notice Regarding Establishment of Subsidiary

DRAFT Inc. (the “Company”) hereby announces that it has resolved at the Board of Directors meeting held on March 27, 2025 to establish a subsidiary.

1. Purpose of establishment

In the Medium-Term Management Plan FY12/24–FY12/26 (see Financial Results Presentation Material (Progress on Business Plan and Growth Potential)) announced on February 13, 2024, we stated that the Company aims to achieve growth by leveraging synergies between “regular projects,” “proposal projects,” and “leading projects.” Until now, we have executed all three types of projects under the single brand “Draft.” However, to more proactively advance “leading projects,” the growth engines of the Company, we have decided to make TJ Design and Architecture, our internal organization for this domain, a subsidiary.

2. Overview of new subsidiary

(1)	Name	TJ Design and Architecture	
(2)	Address	5-6-19 Minamiaoyama, Minato-ku, Tokyo	
(3)	Name and title of representative	Taiju Yamashita, Representative Director	
(4)	Business operations	Planning, design, and management of buildings, interiors, commercial facilities, offices, etc., as well as consulting related to planning, design, and construction in connection with urban, regional, and environmental planning	
(5)	Capital	¥105 million	
(6)	Date of establishment	April 2025 (planned)	
(7)	Major shareholders and shareholding ratios	The Company: 100%	
(8)	Relationship between the Company and the subsidiary	Capital relationships	The subsidiary will be established as a wholly-owned subsidiary of the Company.
		Personnel relationships	Officers/employees of the Company will serve concurrently as directors of the subsidiary.
		Business relationships	There are no business relationships as the subsidiary has yet to be established.

3. Schedule

(1)	Date of Board of Directors resolution	March 27, 2025
(2)	Date of establishment of the subsidiary	April 2025 (planned)
(3)	Date of start of business operations	May 2025 (planned)

4. Future outlook

The impact of this matter on the Company's consolidated financial results for the fiscal year ending December 2025 will be minimal.