

Company Name	SUMIDA CORPORATION
Representative	Kanji Hori Representative Executive Officer, CEO (Securities code 6817, Prime Market, Tokyo Stock Exchange)
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## **Notice Regarding Share Acquisition by Europe Subsidiary**

We hereby announce that, as of today, our company has resolved that VOGT electronic Miesau GmbH (hereinafter referred to as "Miesau"), a 100% owned subsidiary of our company, will acquire 80% of the issued shares of Schmidbauer Transformatoren- und Gerätebau GmbH (hereinafter referred to as "Schmidbauer") and make it a subsidiary.

### Details

#### 1. Reason for Share Acquisition

Schmidbauer develops, manufactures, and sells mainly large-scale coil products for the industrial sectors including wind power, solar, energy storage, railway, testing equipment, ship and defense. Schmidbauer is an international player in the field of transformers and chokes. However, Schmidbauer's continued growth and long-term existence will require local-to-local supply capabilities, namely international production facilities and distribution channels, particularly in the US and China. As a family-owned business Schmidbauer faces some hurdles in expanding its manufacturing sites, thus sought for business partner with global manufacturing footprint.

In 2024, the tightening of government subsidy requirements in the EV market such as subsidy cuts in Germany, the slowdown in real estate investment due to high interest rates, and the prolonged downturn in the Chinese economy have led to a decline in demand for xEV-related, solar power-related, and industrial equipment-related products in our group. In response to these changes, we have determined that it is necessary to promptly implement bold structural reforms in our European operations and are currently working to improve our break-even point through continued reductions in indirect manufacturing costs in China. In the meantime, we acknowledged the need to diversify our business portfolio, thus sought for business partner with little overlapping customer base.

Schmidbauer capitalizes on significant growth potential across high power applications, renewable energy, military and non-road mobile machinery markets. SUMIDA also positions in the same markets, aiming to meet the growing global demand. Schmidbauer manufactures large-scale products whereas SUMIDA does small-scale ones. Although in the same markets, the difference in product size made Schmidbauer and SUMIDA each develop customer base with little overlap. In addition, SUMIDA has manufacturing sites in East Europe, Asia, and North America, which could strengthen Schmidbauer's local-to-local supply capabilities. The integration of the technological, manufacturing, and sales capabilities possessed by Schmidbauer and by SUMIDA will generate following synergistic effects.

#### Utilize Global Manufacturing Footprint at SUMIDA

To manufacture Schmidbauer's products at SUMIDA's East Europe/ Asia/ North America locations and to sell these products in the region. It enables Schmidbauer to serve untapped geographical markets.

#### Diversify Revenue Streams

To exchange Schmidbauer and SUMIDA's skills in product development and manufacturing and to reinforce quality, reliability, and efficiency. It enables Schmidbauer and SUMIDA to aim for untapped application markets.

## 2. Overview of the subsidiary (Miesau) acquiring shares

Name	VOGT electronic Miesau GmbH
Location	Germany
Representative	Thomas Siegfried Mötsch / Klaus Neumeier
Share Capital	5,000,000 EUR (as of December 31, 2024)
Business Activity	Dormant company
Year of establishment	1995

## 3. Overview of the company (Schmidbauer) to be transferred

Name	Schmidbauer Transformatoren- und Gerätebau GmbH
Location	Hebertsfelden, Germany
Representative	Dominik Reichl
Share Capital	255,700 EUR (as of August 31, 2024)
Business Activity	Development and manufacture of chokes, transformers, power supplies and complex electrical devices as well as filter solutions for demanding industrial applications.
Year of establishment	1949
Shareholders and shareholding ratio	One individual (Disclosure has been withheld at the request of the counterparty in the share acquisition.)

## 4. Operating results and financial positions of Schmidbauer (Million EUR)

As of / Fiscal year ended	August 31, 2022	August 31, 2023	August 31, 2024
Total assets	11.7	16.0	18.9
Net assets	7.4	10.0	12.5
Revenue	29.4	33.3	28.2
Operating profit	2.0	4.1	4.0
Net income before taxes	2.3	4.1	4.2
Net income	1.6	2.9	3.0

\* German GAAP

## 5. Overview of counterparty in share acquisition

Name	One individual (Disclosure has been withheld at the request of the counterparty in the share acquisition.)
Address	Hebertsfelden, Germany
Relationship between the listed company and the said individual	There are no capital, personnel, business, or other relationships between the company and said counterparties that are applicable.

## 6. Number of shares acquired and shareholding before and after acquisition

Number of shares held before the change	0 shares
Number of shares to be acquired	204,560 shares
Acquisition costs	Common share, etc. of Schmidbauer 33.6 million EUR Advisory fees etc. (Estimated amount) 0.3 million EUR Total (Estimated amount) 33.9 million EUR
Number of shares held after the change	204,560 shares

\* Regarding the determination of the acquisition price, we have decided to acquire the shares for an amount considered fair and reasonable, taking into comprehensive consideration the results of a third-party evaluation of the value of the shares.

## 7. Timetable

Date of Resolution of the Representative Executive Officer	August 25, 2025
Date of conclusion of the agreement	August 25, 2025
Date of commencement of share transfer	By the fiscal year ending December 2025, subject to local legal procedures.

#### 8. Future Outlook

As the consolidation of the Schmidbauer's profit and loss resulting from this share acquisition is expected to begin mainly in the fourth quarter of the fiscal year ending December 2025, the impact on our consolidated business performance is expected to be limited.

Should any matters requiring disclosure arise in the future, we will promptly make the necessary announcements.

#### [Note on translation]

This is a translation of the original Japanese document and provided for informational purpose only. If there are any discrepancies between this and the original, the original Japanese document prevails.