



October 27, 2025

Company name: DAIICHIKOSHO CO., LTD.
Representative: Tadahiro Hoshi, President
(Securities code: 7458, Tokyo Stock Exchange Prime Market)
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Notice Concerning Absorption-Type Merger (Simplified/Short-Form Merger) of Consolidated Subsidiary

DAIICHIKOSHO CO., LTD. (the “Company”) announces that, at a meeting of the Board of Directors held today, it has resolved to absorb its wholly owned subsidiary Airside Inc. (“Airside”). Details are as below.

As the merger constitutes an absorption-type merger of a wholly owned subsidiary, disclosure of certain items and details has been omitted.

1. Purpose of the merger

The Company has decided to absorb Airside, which operates Karaoke Mac, a chain of karaoke cabins, to improve the efficiency of group management.

2. Summary of the merger

(1) Schedule of the merger

Date of resolution by the Board of Directors: October 27, 2025
Date of conclusion of the merger agreement: October 27, 2025 (scheduled)
Scheduled date of the merger (effective date): March 1, 2026 (scheduled)

(Note) The merger will be carried out without seeking any approval by a general meeting of shareholders at either of the parties, as it constitutes a simplified merger provided in Article 796, Paragraph 2 of the Companies Act for the Company, as the surviving company, and a short-form merger provided in Article 784, Paragraph 1 of the Companies Act for Airside, as the absorbed company.

(2) Method of the merger

The merger will be an absorption-type merger with the Company as the surviving company, and Airside will be dissolved.

(3) Details of share allotment related to the merger

As Airside is a wholly owned subsidiary of the Company, there will be no issuance of new shares, no increase in capital, and no delivered money due to merger on the occasion of the merger.

- (4) Handling of stock acquisition rights and bonds with stock acquisition rights of the absorbed company

Airside has issued no stock acquisition rights or bonds with stock acquisition rights.

3. Overview of the parties to the merger (as of October 27, 2025)

	Surviving company	Absorbed Company
(1) Company name	DAIICHIKOSHO CO., LTD.	Airside Inc.
(2) Location	5-5-26, Kitashinagawa, Shinagawa-ku, Tokyo	1-24-2, Higashigotanda, Shinagawa-ku, Tokyo
(3) Representative	Tadahiro Hoshi, President	Yoshinori Terui, President
(4) Business contents	Selling and leasing of karaoke machines and operation of karaoke cabins, etc.	Management of karaoke cabins and restaurants, etc.
(5) Capital	12,350 million yen	3 million yen
(6) Date of Establishment	April 16, 1973	March 1, 2016
(7) Total number of issued shares	103,968,400 shares	100 shares
(8) End of fiscal year	End of March of every year	End of February of every year
(9) Major shareholders and shareholding ratios (March 31, 2025)	Tadahiro Hoshi: 11.96% Harutoshi Hoshi: 11.71% The Master Trust Bank of Japan, Ltd. (Trust Account): 11.29% JP MORGAN CHASE BANK380055: 5.03% (Standing proxy: Mizuho Bank, Ltd.) Hoshi Create Co., Ltd.: 4.69% Asahi Breweries, Ltd.: 3.48% Custody Bank of Japan, Ltd. (Trust Account): 2.95% Mitsubishi UFJ Trust and Banking Corporation: 2.20% (Standing proxy: The Master Trust Bank of Japan, Ltd.) Nori Hoshi: 1.86% Yoshiaki Yoshida: 1.25%	DAIICHIKOSHO CO., LTD.: 100.00%
(10) Operating results and financial condition for the most recent fiscal year		
	Fiscal year ended March 31, 2025 (Consolidated)	Fiscal year ended February 28, 2025 (Non-consolidated)
Net assets	117,862 million yen	1,177 million yen
Total assets	209,316 million yen	1,631 million yen
Net assets per share	1,113.36 yen	11,770,630.79 yen
Net sales	153,020 million yen	3,465 million yen
Operating profit	17,945 million yen	133 million yen
Ordinary profit	18,396 million yen	235 million yen
Net income	18,217 million yen	176 million yen
Net income per share	172.56 yen	1,767,599.47 yen

4. Status after the merger

There will be no change to the name, business contents, head office address, name of representative, capital, or fiscal year-end of the Company due to the merger.

5. Future Outlook

As this merger is with a wholly owned consolidated subsidiary of the Company, there will be no impact on the consolidated financial results.