July 24, 2026

Company Name: RHYTHM CO., LTD.
Representative: Takeo Yumoto
President and Representative Director
(Securities code: 7769 TSE Prime Market)
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Notice Concerning Acquisition of Shares of a Newly Established Company

RHYTHM CO., LTD. (the "Company") hereby announces that it has resolved, at the meeting of the Board of Directors held today, to acquire shares of a new company to be established by TOHTEC CO., LTD. (hereinafter referred to as "TOHTEC") as described below, and has concluded a share transfer agreement.

1. Reason for the Acquisition of Shares

TOHTEC operates a plating business that plays an important role in the manufacturing process of terminal products in the Company's Precision Parts business, and the Company outsources plating processes to TOHTEC. Since plating processing is an important process that supports the quality and stable supply of the Company's terminal products, the Company has resolved to proceed with this share acquisition with the aim of further improving QCD (quality, cost, delivery) and strengthening the supply chain in the Precision Parts business.

The Group has positioned the Medium-Term Management Plan 2027 as a phase of "realization of new growth by establishing a business model," and has set forth "integrated manufacturing" as a group-wide policy. Through the acquisition of plating business, the Company intends to strengthen its manufacturing capabilities, improve production efficiency and technological expertise, and expand business opportunities.

2. Overview of the Target Company to be Acquired (Planned)

(1) Name	RHYTHM TOHTEC CO., LTD.	
(2) Address	1-50 Miyanodai, Tonosho-machi, Katori-gun, Chiba	
(3) Title and name of representative	President and Representative Director, Yoshikazu Kitajima	
(4) Description of business	Plating processing business (tin plating, nickel plating, etc.)	
(5) Capital	¥10 million	
(6) Date of Establishment	September 7, 2026	
(7) Shareholder before share transfer	TOHTEC CO., LTD. (100%)	
(8) Relationship between the listed company and the said company	Capital relationship	Not applicable.
	Personnel relationship	Officers and employees of the Company are scheduled to be appointed as directors.
	Business relationship	The Company plans to outsource plating processes for products in its precision parts business.
	Status as a related party	Not applicable.

* As the target company is scheduled to be newly established, it has no net sales, ordinary profit, assets, or liabilities for the most recent fiscal year. The acquisition price has not been disclosed due to a confidentiality obligation to the counterparty. It was determined through discussions with the counterparty following due diligence conducted by a third party.

3. Overview of the Counterparty

(1) Name	TOHTEC CO., LTD.	
(2) Address	2-13-7 Shimomeguro, Meguro-ku, Tokyo	
(3) Title and name of representative	Representative Director, Yasuhiro Sakate	
(4) Description of business	Plating business	
(5) Capital	¥45 million	
(6) Date of Establishment	June 20, 1968	
(7) Major shareholders and shareholding ratio	Treasury Shares(44.5%) Yasuhiro Sakate (44.2%)	
(8) Relationship between the listed company and the said company	Capital relationship	Not applicable.
	Personnel relationship	Not applicable.
	Business relationship	The Company outsources plating processing related to products in its precision parts business.
	Status as a related party	Not applicable.

* The counterparty's net assets and total assets have not been disclosed due to a confidentiality obligation to the counterparty.

4. Schedule

(1) Date of Board of Directors resolution	July 24, 2026
(2) Date of contract conclusion	July 24, 2026
(3) Date of share transfer execution	September 7, 2026 (planned)

5. Outlook

The impact of this matter on the Company's consolidated financial results for the fiscal year ending March 2027 is expected to be immaterial. If any matters requiring disclosure arise in the future, the Company will promptly announce them.