

Company: CYBERDYNE Inc.

Name of Representative: Yoshiyuki Sankai,
President and CEO

Code: 7779 (Growth Section of the Tokyo
Stock Exchange)

Contact: Shinji Honda,
Director and COO
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【IR】 Notice regarding the transfer of a consolidated subsidiary (share transfer) and the recognition of an impairment loss

At the Board of Directors meeting held on February 13th 2025, CYBERDYNE Inc. (from now on, referred to as the “Company”) resolved to transfer all of its shares on the consolidated subsidiary, LeyLine GmbH (State of NRW, Germany,; from now on referred to as “LeyLine”) according to the detail stated below.

As a result of this share transfer, LeyLine will no longer be a consolidated subsidiary of the Company.

1. Reason for the share transfer

As a research and development-driven company, CYBERDYNE promotes a wide range of highly innovative challenges. In September 2021, a strategic partnership was formed with LeyLine to expand business in the mobility field using Cybernics Technology, and in March 2023, LeyLine was made a consolidated subsidiary of CYBERDYNE.

Since then, efforts have been made in various initiatives to accelerate LeyLine’s business development, leading to approximately a threefold increase in the company revenue. However, sustained investment is essential for further growth, and establishing an independent revenue base is expected to take time. Considering these circumstances, careful discussions were held by the Board of Directors regarding the optimal allocation of management resources across the group and the appropriate approach to supporting the company’s future growth. As a result of a comprehensive assessment, it was concluded that transferring LeyLine’s shares and removing them from the consolidated group would be the optimal course of action.

This share transfer will enable the corporate group to utilize management resources more efficiently, accelerate its growth strategy while improving profitability, and allow the company to operate with greater flexibility under an independent management structure, creating opportunities for further growth.

2. Outline of the transferring subsidiary (LeyLine)

(1)	Company name	LeyLine GmbH
(2)	Address	North Rhine-Westphalia (NRW), Federal Republic of Germany
(3)	Name and title of the representative	CEO Midori Moriwaki
(4)	Business outline	Management of PETRONAS MIE Racing Honda Team and development, manufacturing and human resource development in relation to the team
(5)	Capital	56 thousand euro
(6)	Date of establishment	October 2021
(7)	Major shareholders and ownership ratio	CYBERDYNE Inc. 63.6%

(8)	Relationship between the listed company and the relevant company	Capital relationship	Consolidated subsidiary of the Company.		
		Personnel relationship	There is no special relationship.		
		Business relationship	Conducted transaction related to loan financing.		
(9)	The relevant company's business performance and financial condition over the past three years				
Fiscal year-end		Fiscal year ending December 2022	Fiscal year ending December 2023	Fiscal year ending December 2024	
Net assets		-1,918 thousand Euro	-222 thousand Euro	-1,508 thousand Euro	
Total assets		573 thousand Euro	1,788 thousand Euro	1,682 thousand Euro	
Net assets per share		-34.10 Euro	-3.95 Euro	-26.80 Euro	
Revenue		1,038 thousand Euro	3,507 thousand Euro	3,087 thousand Euro	
Operating profit		-1,788 thousand Euro	-792 thousand Euro	-1,270 thousand Euro	
Net income		-1,798 thousand Euro	-804 thousand Euro	-1,285 thousand Euro	
Net income per share		-31.96 Euro	-14.30 Euro	-22.85 Euro	
Dividend per share		—	—	—	

3. Overview of the transferee of the shares

(1) Name	Midori Moriwaki
(2) Address	Suzuka city, Mie prefecture
(3) Relationship between the listed company and the individual in question	No relevant item to report

4. Number of shares transferred, transfer price, and the status of share ownership before and after the transfer

(1) Owned share before the transfer	35,750 Shares (Ownership ratio:63.6%)
(2) Number of transferred share	35,750 Shares (Ownership ratio : 63.6%)
(3) Transfer price	Undisclosed in accordance with the confidentiality agreement between the parties
(4) Number of shares owned after the transfer	-Shares (Ownership ratio : -%)

5. Schedule

(1) Board of Directors	February 13, 2025
(2) Date of contract signing	February 28, 2025 (Schedule)
(3) Date of share transfer	February 28, 2025 (Schedule)

(Scheduled dates are subject to change depending on circumstances)

6. Recognition of impairment loss

In connection with this share transfer, an impairment loss of ¥175 million has been recorded as other expenses in the 'Q3 FY2025 Financial Results [IFRS] (Consolidated)' announced today.