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August 21, 2025

To whom it may concern,

Name of the listed company	NICHIDEN Corporation
Representative	Toshikazu Fuke, Representative Director and President Executive Officer (Code No.: 9902, TSE Prime)
Person responsible for inquiries	Atsushi Sangawa, Director and Managing Executive Officer Administration Department general manager (TEL +81-6-7637-7000)

Notice Concerning Absorption-Type Merger of Subsidiary (Simplified and Short Form Merger)

NICHIDEN Corporation (hereinafter referred to as "the Company") announces that it resolved to merge PROCUEbyNET CORPORATION, a subsidiary of the Company (hereinafter referred to as "PROCUEbyNET"), with absorption-type merger, at the Board of Directors meeting held on August 21, 2025.

Since the Merger is an absorption-type merger involving a wholly owned subsidiary, some disclosure items and details are omitted.

1. Purpose of the merger

In order to concentrate and improve efficiency of management resources of group of the Company, the Company has decided to merge PROCUEbyNET, a wholly owned subsidiary of the Company.

2. Outline of the merger

(1) Merger schedule

- | | |
|----------------------|--|
| - August 21, 2025 | Board of Directors meeting to approve the merger agreement |
| - August 21, 2025 | Conclusion of the merger agreement |
| - September 30, 2025 | Date of the merger (effective date) (planned) |

(Note) Since the Merger is a simplified merger as prescribed in Article 796, Paragraph 3 of the Companies Act, a general meeting of shareholders of the Company to approve the merger agreement will not be held.

Additionally, since the merger is a short form merger in accordance with Article 784, Paragraph 1 of the Companies Act, a general meeting of shareholders to approve the merger agreement will not be held at PROCUEbyNET.

(2) Merger method

An absorption-type merger with the Company as the surviving company, and PROCUEbyNET be dissolved.

(3) Details of allotment pertaining to the merger

As PROCUEbyNET is a wholly owned subsidiary of the Company, no shares will be allotted, or any money or other property will be delivered as a result of the Merger.

(4) Handling of share acquisition rights and bonds with share acquisition rights of the disappearing company

PROCUEbyNET has not issued share acquisition rights or bonds with share acquisition rights.

3. Overview of the companies involved in the merger

	Surviving company (As of March 31, 2025)	Disappearing company (As of December 31, 2024)
(1) Trade name	NICHIDEN Corporation	PROCUEbyNET CORPORATION
(2) Location of the Head Office	1-2-16, Uehommachinishi, Chuo-ku, Osaka	1-2-16, Uehommachinishi, Chuo-ku, Osaka
(3) Job title and name of representative	Toshikazu Fuke, Representative Director and President Executive Officer	Jyunji Morita, Representative Director and President
(4) Description of business	Sales of machine components	Leasing of systems related to intercompany electronic commerce
(5) Share capital	5,368 million yen	10 million yen
(6) Date of establishment	January 26, 1952	January 5, 2006
(7) Number of issued shares	30,000,800 shares	200 shares
(8) Fiscal year end	March 31	December 31
(9) Major shareholders and ownership ratios	Nichiden Kyoekai Shareholding Association 12.51% Nichiden Supplier Shareholding Association 8.10% RISOKIKAKU Corporation 5.75%	NICHIDEN Corporation 100%
(10) Financial position and business results	March 2025 (Consolidated)	December 2024 (Non-consolidated)
Net assets	86,231 million yen	19 million yen
Total assets	121,332 million yen	39 million yen
Net assets per share	2,920.65 yen	98,011.28 yen
Net sales	134,771 million yen	25 million yen
Operating profit	6,824 million yen	8 million yen
Ordinary profit	7,200 million yen	8 million yen
Profit (*)	4,892 million yen	6 million yen
Profit per share	164.32 yen	34,667.26 yen

(*) For the surviving company, profit attributable to owners of parent is stated.

4. Situation after the merger

There will be no change in the Company's trade name, head office location, representative person, details of business, share capital, or fiscal year end due to the Merger.

5. Future outlook

The impact of the merger on the Company's operating results is immaterial.