

*April 27, 2021***Notice Concerning Partial Acquisition of Shares of Furukawa Logistics Corp.**

TOKYO, April 27, 2021 – At the Board of Directors Meeting held today, SBS Holdings, Inc. has resolved to acquire a portion of the common stock of Furukawa Logistics Corp. (hereinafter referred to as “Furukawa Logistics”), a subsidiary of Furukawa Electric Co., Ltd., and to make Furukawa Logistics a consolidated subsidiary of our company (Shareholding ratio: 66.6%). Since this transaction is not subject to the timely disclosure rule of the Tokyo Stock Exchange, some information required for such disclosure is omitted.

**1. Reason for the Share Acquisition**

As a subsidiary of the Furukawa Electric Group, Furukawa Logistics performs the logistics function and has accumulated know-how and excellent skills over the years in transportation in such business areas as information and communications, energy, automobile, etc.

As a comprehensive logistics provider, our Group has positioned M&A as one of its important growth strategies as a means of expanding the scale of its operations and business domains, and securing excellent human resources. With this share acquisition, we intend to provide more value-added comprehensive logistics services in the target business fields, while placing top priority on maintaining good relationships with the Furukawa Electric Group and its main business partners.

As with other companies that have joined the Group, the management of Furukawa Logistics will remain in office after this acquisition. While maintaining the continuity of its business operations, Furukawa Logistics will work to integrate with our Group businesses.

**2. Overview of the subsidiary to be acquired**

(1) Name	Furukawa Logistics Corp.	
(2) Location	2-16-8 Uchikanda, Chiyoda-ku, Tokyo	
(3) Representative	Shingo Morita, President	
(4) Business Content	Transportation and delivery, distribution processing, international logistics, storage and other services for electronic components, automotive components, wires, and other goods	
(5) Capital	292 million yen	
(6) Date of establishment	October 17, 1980	
(7) Major shareholders and share holding ratio	Furukawa Electric Co., Ltd. 100.0%	
(8) Relationship with the Company	Capital relationship	None applicable
	Personal relationship	None applicable
	Business relationship	None applicable

(9) Operating results and financial position for the last three years			
Fiscal year end	FY3/18	FY3/19	FY3/20
Net assets	1,173 million yen	1,152 million yen	1,127 million yen
Total assets	5,277 million yen	5,483 million yen	5,106 million yen
Net assets per share	2,008 yen	1,973 yen	1,930 yen
Net sales	15,781 million yen	15,718 million yen	16,168 million yen
Operating income (loss)	97 million yen	53 million yen	62 million yen
Ordinary income (loss)	113 million yen	61 million yen	47 million yen
Net income (loss)	47 million yen	38 million yen	31 million yen
Net income (loss) per share	80.10 yen	65.18 yen	52.64 yen
Dividend per share	100.38 yen	95.37 yen	93.86 yen

### 3. Outline of the counterparty to the Share Acquisition (As of March 31, 2020)

(1) Name	Furukawa Electric Co., Ltd.	
(2) Location	2-2-3 Marunouchi, Chiyoda-ku, Tokyo	
(3) Representative	Keiichi Kobayashi, President	
(4) Business Content	Manufacture and sale of products that utilize technologies cultivated in the infrastructure, electronics, and functional products businesses	
(5) Capital	69,395 million yen	
(6) Date of establishment	June 25, 1896	
(7) Net assets	167,901 million yen	
(8) Total assets	473,935 million yen	
(9) Major shareholders and share holding ratio	The Master Trust Bank of Japan, Ltd. (Trust Account)	7.82%
	Japan Trustee Service Bank, Ltd. (Trust Account)	4.90%
	Japan Trustee Services Bank, Ltd. (Trust account 4)	3.53%
	Trust & Custody Services Bank, Ltd. as trustee for Mizuho Bank Retirement Benefit Trust Account re-entrusted by Mizuho Trust & Banking Co., Ltd.	3.42%
	ASAHI MUTUAL LIFE INSURANCE CO	1.93%
	FURUKAWA CO.,LTD.	1.88%
	Japan Trustee Services Bank, Ltd. (Trust account 5)	1.77%
	Fuji Electric Co., Ltd.	1.56%
	Trust & Custody Services Bank, Ltd. as trustee for FURUKAWA Account re-entrusted by Mizuho Trust & Banking Co., Ltd.	1.55%
	Trust & Custody Services Bank, Ltd. as trustee for Asahi Mutual Life Insurance Retirement Benefit Trust Account re-entrusted by Mizuho Trust & Banking Co., Ltd.	1.49%

(10) Relationship with the Company	Capital relationship	None applicable
	Personal relationship	None applicable
	Business relationship	None applicable
	Related party relationship	None applicable

#### 4. Status of shares held before and after the acquisition

(1) Number of shares held prior to the transaction	Ordinary shares: 0 share (Number of voting rights: 0) (Percentage of voting rights held: 0.0%)
(2) Number of shares to acquire	Ordinary shares: 388,944 shares (Number of voting rights: 388,944)
(3) Number of shares held after the transaction	Ordinary shares: 388,944 shares (Number of voting rights: 388,944) (Percentage of voting rights held: 66.6%)

#### 5. Schedule

(1) Resolution by Board of Directors	April 27, 2021
(2) Date of contract	April 27, 2021
(3) Date of acquisition of shares	2021 (planned)

#### 6. Future Outlook

We are currently examining the impact of this share acquisition on our consolidated results for the current fiscal year and for the next fiscal year and beyond, and will promptly announce any matters that need to be disclosed.