

November 11, 2022

Company Name: ENECHANGE Ltd.
Representative: Yohei Kiguchi, Representative Director and CEO
Ippei Arita, Representative Director and COO
(TSE Growth Code No. 4169)
Inquiries: Takuya Sugimoto, Executive Officer / CFO
TEL: +81-3-6635-1021

**Notice Concerning Absorption-type Merger (Simplified Merger and Short-form Merger)
of a Wholly-owned Subsidiary and Waiver of Claims**

ENECHANGE (hereinafter referred to as "the Company") announces that the Company resolved at the Board of Directors Meeting held on November 11, 2022, to merge its wholly-owned subsidiary Shindenryoku Com Co., Ltd. (hereinafter referred to as "Shindenryoku Com") into the Company through an absorption-type merger (hereinafter referred to as "the Merger"), effective December 23, 2022.

1. Purpose of merger

The Company decided to merge Shindenryoku Com in order to improve management efficiency by consolidating the organizations related to the Company's Platform business.

2. Summary of merger

1) Schedule of merger

Resolution by the board of directors on the conclusion of the merger agreement	November 11, 2022
Conclusion of the merger agreement	November 11, 2022
Effective date of the merger	December 23, 2022

Note: Since this merger falls under the category of a simplified merger under the Companies Act, it will be conducted based on a resolution of the Board of Directors, not on approval of the General Meeting of Shareholders.

2) Method of merger

The merger will be an absorption-type merger, with the Company as the surviving company and Shindenryoku Com as the absorbed company. The merger will take place after the Company has waived any claims it may have against Shindenryoku Com.

Type of receivables to be forgiven by the Company: Loans
Amount of claims to be forgiven by the Company: 30 million JPY
Date of debt waiver: November 11, 2022

3) Details of allotment related to the merger

Since this is an absorption-type merger with a wholly-owned subsidiary of the Company, there will be no allotment of shares, money, etc. as a result of this merger.

4) Handling of share options and bonds with share options of the absorbed company

N/A

3. Overview of the companies involved in the merger (as of September 30, 2022)

	Surviving company	Absorbed company
1) Name	ENECHANGE Ltd.	Shindenryoku Com Co., Ltd.
2) Location	WeWork Tokyo Square Garden 14F, 3-1-1, Kyobashi, Chuo-ku, Tokyo	WeWork Tokyo Square Garden 14F, 3-1-1, Kyobashi, Chuo-ku, Tokyo
3) Title and name of the representative	Yohei Kiguchi, Representative Director CEO Ippei Arita, Representative Director COO	Tatsuya Sogano, Representative Director
4) Description of business	Platform business: Providing energy company comparison and switching services ("ENECHANGE" and "ENECHANGE Biz") for both household and corporate users Data business: Providing cloud- based DX services ("EMAP" and "ENECHANGE Cloud DR" etc.) for energy companies	Providing electricity switching service for corporate users
5) Capital	3,036 million JPY	88 million JPY
6) Established	April 27, 2015	February 3, 2012
7) Shares outstanding	14,733,190 shares	8,880 shares
8) Fiscal year-end	December 31	January 31
9) Major shareholders and percentage of shares held	Yohei Kiguchi 18.66% Ippei Arita 9.68%	ENECHANGE Ltd. 100%
10) Financial position and operating performance in the previous business year		
Fiscal year-end	December 2021 (consolidated) thousand JPY	January 2022 (non-consolidated) thousand JPY
Total shareholders' equity	4,813,863	83,657
Total assets	6,949,357	119,951
Equity attributable to owners of the parent company per share	163.09 JPY	9.42 JPY
Sales	3,018,003	59,140
Operating profit / loss	40,875	6,137
Ordinary profit / loss	(2,400)	5,718
Profit attributable to owners of the parent company	(85,586)	5,606

4. Status of the Company after the merger

There will be no change to the Company's name, address, name and title of representative, business activities, capital, or fiscal year end.

5. Impact on business performance

As this is a merger with a wholly owned subsidiary of the Company, the impact on the consolidated business results of the Company will be limited.