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Information Services International-Dentsu, Ltd.
Ryoichi Nawa, President, CEO & COO
(Stock Code 4812, TSE Prime Market)
Contact for Inquiries: Naoto Momiki, Corporate Administration Division
(TEL: 03-6713-6160)

Matters Concerning Controlling Shareholders, Etc.

Information Services International-Dentsu, Ltd. (ISID) hereby announces that, with regard to Dentsu Group Inc. which is a parent company of ISID, the matters concerning controlling shareholders, etc. are as described below.

1. Trade name, etc. of the parent company, controlling shareholder (excluding the parent company), other affiliated company or parent company of other affiliated company

(As of December 31, 2022)

Name	Attribute	Ownership of voting rights (%)			Stock exchanges on which shares are listed
		Direct	Indirect	Total	
Dentsu Group Inc.	Parent company	61.8%	0.0%	61.8%	Prime Market of Tokyo Stock Exchange, Inc.

2. Position of the listed company within the corporate group associated with the parent company and other relationships between the listed company and the parent company

Dentsu Group Inc. is the parent company of ISID and holds 61.8% of the latter's voting rights.

ISID is a major company in the technology field included in the parent company's corporate group. ISID builds, maintains, and operates information systems for the parent company and its group companies, while also performing collaborative operations as a business partner.

Sales to the parent company and its group companies accounted for 18.7% of ISID's consolidated net sales for FY2022 (from January 1, 2022 to December 31, 2022). The terms and conditions of these transactions are determined in the same manner as those of general transactions, considering factors including market prices and total cost of goods sold. In addition, the parent company has introduced a fund pooling system to improve fund efficiency, and the ISID group had deposited ¥48,846 million yen into this pool as of December 31, 2022. The interest rate is determined based on the same factors considered when deciding upon terms and conditions for general transactions, with market interest rates serving as an additional reference.

With regard to personnel relationships between directors of ISID, Dentsu Group Inc., and the latter's group companies, one individual who currently serves as CEO of dentsu Business Transformation of Dentsu Group Inc., and an executive officer of dentsu Japan, which oversees the company's domestic business, and who also serves as a managing executive officer of DENTSU INC., is simultaneously serving as a director at ISID. This director has a wealth of experience and knowledge regarding corporate business, and ISID expects him to provide useful suggestions and other forms of support to its management while facilitating collaboration between ISID, its parent company, and the latter's group companies. Additionally, ISID has accepted eight employees on loan from the parent company and its group companies.

The Board of Directors is composed of nine directors, including five independent outside directors. The percentage of independent outside directors on the Board of Directors is a majority. In addition, there are no particular restrictions on ISID's significant financial and business policies between the parent company and ISID, such as approvals in conducting business activities. ISID makes business activities and management decisions based on its own management judgment, and ISID believes that a certain degree of independence from the parent company is ensured.

3. Matters concerning transactions with controlling shareholder, etc.

(from January 1, 2022 to December 31, 2022)

Class	Name	Address	Capital Stock (million yen)	Description of business, etc.	Voting right ownership (%)	Relationship with related parties	Transaction details	Transaction amount (million yen)	Account title	Balance at term-end (million yen)
Parent company	Dentsu Group Inc.	Minato- ku, Tokyo	74,609	Holding company	(held) Direct 61.8 Indirect 0.0	Direct parent company	Deposit of funds	(Deposit of funds) 54,847	Deposits paid	48,846
								(Collection of funds) 52,273		
								(Interest received) 6	Others	0

4. Status of implementation of measures to protect minority shareholders in transactions, etc. with controlling shareholders

When conducting transactions with the parent company, ISID ensures that interest rates for fund transactions are determined in the same manner as terms and conditions for general transactions, with market interest rates serving as an additional reference.

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