



May 12, 2023
ACSL Ltd.

Notice of MOU with a Local Partner Company in India for the Consideration and Materialization of 30 million USD (4.05 billion JPY) Projects on Drones and Robotics

ACSL Ltd. (ACSL) hereby announces that has signed a MOU with Aeroarc Private Limited (Aeroarc), a local partner company in India, for a strategic alliance regarding the deployment of drones and robotics in Japan and India.

1. Reason and Details of the MOU

ACSL has a vision of "Revolutionizing Social Infrastructure by Pursuing Cutting-Edge Robotics Technology" with the mission of "Liberate Humanity Through Technology". By pursuing robotics technologies, including our proprietary autonomous control technology, and socially implementing drones and other products using these technologies, ACSL aims to free people from hazardous working conditions and increase the sustainability and productivity of society through the realization of our mission and vision. ACSL and Aeroarc, a local partner company in India, have entered a MOU to aim to win a total of 30 million USD (4.05 billion JPY*1) in drone and robotics projects over the next two years to solve these social issues. In the future, ACSL will work with Aeroarc to study and materialize projects related to drones and robotics in mainly India, in the field of disaster support, infrastructure assessment, construction, logistics and other use cases. If ACSL and Aeroarc launch specific projects, ACSL will provide drones, technology, component parts and other products.

*1 Calculated at 1USD = 135JPY

2. Overview of Aeroarc

(1) Name	Aeroarc Private Limited	
(2) Headquarter	Plot No.5, LGF, LSC- C&7, Vasant Kunj, New Delhi - 110070	
(3) Position and Name of Representative	Managing Director Mukesh Gupta	
(4) Business	Providing industrial drone services in India	
(5) Share Capital	900,000 USD	
(6) Established Date	June 25, 2019	
(7) Shareholder	Arc Ventures	51.0%
	Aerodyne	49.0%
(8) Relationship Between the Listed Company and the Said Company	Capital ties	None
	Personnel relations	None
	Business relations	None

(Notice) Due to confidentiality obligations under the MOU, "Financial Condition and Results of Operations for the Three Most Recent Fiscal Years" will not be disclosed.

Aeroarc is a co-partner of ACSL India, our joint venture company in India. Aerodyne, a shareholder of Aeroarc, is a drone service provider voted the No.1 UAV service company in Asia*2, with services in 35 countries around the world, and ACSL started collaboration with Aerodyne in November 2020. Please refer to the following timely disclosure regarding the establishment of a joint venture in India.

*2 Frost & Sullivan“Asia-Pacific Best Practices Awards 2019”Asia-Pacific Unmanned Aerial Vehicle (UAV) Services Company of the Year

■ Notice Regarding Establishment of Joint Venture for Full Scale Entry into India

<https://ssl4.eir-parts.net/doc/6232/tdnet/1965569/00.pdf>

3. Outlook

ACSL has decided to postpone the disclosure of earnings forecasts for the fiscal year ending December 31, 2023 although net sales in Japan are expected to be at least at the same level as the previous fiscal year, the company has determined that it is difficult at this point in time to appropriately and reasonably calculate figures for net sales overseas.

The impact of signed the MOU on earnings is under scrutiny, including other factors, and will promptly disclose the earnings forecast it becomes possible to do.



Attention

This document is an unofficial translation of the timely disclosure on May 12, 2023 by ACSL and this is for reference purpose only. In case of a discrepancy between the English and Japanese versions, the Japanese original shall prevail.