

Translation

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September 14, 2023

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Notice of Reorganization of Consolidated Subsidiaries
(Merger between wholly-owned subsidiaries)

Japan Elevator Service Holdings Co., Ltd. (the “Company”) hereby announces that the Board of Directors today approved an absorption-type merger of its wholly owned subsidiaries, Japan Elevator Service Jyosai Co., Ltd. (“JES Jyosai”), and Toyota Facility Service Co., Ltd. (“Toyota”), with JES Jyosai as the surviving company (hereinafter referred to as the “Merger”).

1. Reason of the Merger

The Company, who offers maintenance services for elevators, continues to strengthen service quality and technical capabilities and improve customer satisfaction. We are focused on building and expanding our business foundation through an increase number of units under maintenance contract, in order to strengthen the customer base and improve productivity. The acquisition of Toyota enabled us to capture a new customer in the metropolitan areas of Tokyo, Kanagawa, Saitama, Chiba, which are the most important regions for our business strategy. Since then, we have been working to operate the company as a unified group.

Through the Merger, we will further strengthen operations, sales force, and improve technical and service quality to expand and stabilize our business. We aim to maintain and improve the competitive advantage of the group in the industry.

2. Outline of the Merger

(1) Schedule

Resolution date of Board of Directors	September 14, 2023
Execution date of contract	September 14, 2023
Effective date of the Merger	December 1, 2023 (Scheduled)

(2) Method of the Merger

The merger is an absorption-type merger wherein JES Jyosai will be the surviving company and Toyota will be the absorbed company and dissolved.

(3) Details of allotments relating to the Merger

As both companies are wholly owned subsidiary of the Company, there will be no allotment of shares nor delivery of money and other properties.

(4) Treatment of stock acquisition rights and bonds with stock acquisition rights relating to the Merger

As both companies have not issued any stock acquisition rights nor bonds with stock acquisition rights, there will be nothing applicable.

3. Outline of the Parties to the Absorption-type Merger

	Surviving Company	Absorbed Company
(1) Name	Japan Elevator Service Jyosai Co., Ltd.	Toyota Facility Service Co., Ltd.
(2) Description of Business	Maintenance, and repair of elevators and escalators	Elevator maintenance business
(3) Date of Establishment	January 8, 2015	July 31, 2013
(4) Address	Shinjuku, Shinjuku-ku, Tokyo	Minami Ikebukuro, Toshima-ku, Tokyo
(5) Representative	Masahiro Yamashita Representative Director	Shinobu Sekine Representative Director
(6) Capital	10,000 Thousand Yen	10,000 Thousand Yen
(7) Outstanding Shares	200 shares	1,000 shares
(8) Major Shareholders and holding ratio	Japan Elevator Service Holdings Co., Ltd. 100%	Japan Elevator Service Holdings Co., Ltd. 100%
(9) End of Fiscal Year	March 31	March 31

4. Conditions after the Absorption-type Merger

After the Merger will be executed, there will be no change in address of registered head office, title and name of representative, capital and end of fiscal year.

5. Outlook

This transaction will not have a significant impact to the Company's guidance for consolidated financial results for this fiscal year. The Company will promptly disclose when any matters that should be announced occurs.