

(This notice has been translated from the original notice in Japanese. In the event of any discrepancy, the original in Japanese shall prevail.)

April 11, 2024

To whom it may concern

Corporate name: Shinko Shoji Co., Ltd.
Representative: Tatsuya Ogawa, President and Representative Director
(Code No.: 8141 Listed in Prime Market of Tokyo Stock Exchange
Contact to: Shuji Isshiki, Director
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Notice on Termination of Distribution Agreement with Major Business Partner

We hereby notify termination of Distribution Agreement with Renesas Electronics Corporation (hereinafter called “Renesas”), our major business partner, with which we have previously concluded, as follows:

1. History up to termination

We have sold and distributed Renesas products as their distributor. However, we would terminate the Distribution Agreement as of September 30, 2024 upon the request by Renesas.

2. Summary of the business partner

(1) Name	Renesas Electronics Corporation	
(2) Address	TOYOSU FORESIA, 3-2-24 Toyosu, Koto-ku, Tokyo, Japan	
(3) Name and title of representative	Hidetoshi Shibata, Director, Representative Executive Officer, President and CEO	
(4) Detail of operations	Research, development, design, manufacture, sale, and servicing of semiconductor products	
(5) Capital Stock	153,209 million yen	
(6) Established	November 1, 2002	
(7) Relationships with listed company	Capital relationship	Nil
	Personal relationship	Nil
	Business relationship	Purchase and sale of their products
	Matters applicable to related parties	Nil

3. Details of Transaction

Category of transaction	Net Sales of Renesas products (fiscal year ending in March 2023)	Ratio to our consolidated Net Sales (fiscal year ending in March 2023)
Purchase and sale of Renesas products	94,725 million yen	52.9%

4. Future prospect

The Distribution Agreement is expected to terminate as of September 30, 2024. Accordingly, no effect can be seen to our consolidated operating performances due to the termination to the fiscal year ending in March 2024.

We are discussing with Renesas how to treat the transfer of distribution and other issues. At present we are examining how the termination might affect on our consolidated operating performances in the fiscal year ending in March 2025. We are scheduled to announce it immediately after the influence becomes clear.

(Reference) Forecast of consolidated operating performance in the fiscal year ending in March 2024 (published on January 31, 2024) and actual consolidated operating performance in the fiscal year ending in March 2023.

(Unit: million yen)

	Net sales	Operating profit	Current profit	Net profit belonging to shareholders of parent company
Forecasted operating performance in the fiscal year ending in March 2024	170,000	5,000	5,000	3,500
Actual operating performance in the fiscal year ending in March 2023	179,076	7,128	6,841	4,706

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