

September 19, 2024

Company name : Seiko Epson Corporation

Name of representative : Yasunori Ogawa, President and Representative Director

(Securities code: 6724; Prime Market)

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Notice on the Acquisition of Equity Interest in Fiery, LLC (Specified Subsidiary)

Seiko Epson Corporation (“Company”) hereby announces that it has resolved at a meeting of the Board of Directors as of September 18, 2024, to acquire all equity interests of Fiery, LLC ("Fiery") and making it a subsidiary of the Company, subject to customary closing conditions including required regulatory approvals. As the invested amount to Fiery is more than 10% of the Company's capital, therefore, Fiery will become a specified subsidiary of the Company.

1. The reason for the acquisition

Fiery, headquartered in the US, is a leading independent provider of comprehensive printing business-to-business software solutions and services including digital front end (“DFE”¹) servers for industrial and digital printing.

The Company and Fiery each have a long history of supporting customers to maximize their productivity with the use of digital printing technology which meets needs arising from office-use to commercial or industrial-use.

This acquisition of Fiery would enable the Company and Fiery to work together to accelerate growth in the digital printing field and enhance corporate value.

1) Digital Front End: A general term for software and hardware used to process print data and manage the printing process.

2. The detail of Fiery

(1)	Name	Fiery, LLC	
(2)	Location	6453 Kaiser Drive, Fremont, CA 94555 USA	
(3)	Job title and name of representative	Chief Executive Officer, Toby Weiss	
(4)	Description of business	Digital Printing Software Solutions	
(5)	Invested amount	USD 301.4 million	
(6)	Date of establishment	October 15, 2021	
(7)	Major shareholders and ownership ratios	East Private Holdings I, LLC : 95% of common units Electronics For Imaging, Inc. : 5% of common units and 100% of preferred units	
(8)	Relationship between the Company and said company	Capital relationship	N/A
		Personnel relationship	N/A
		Business relationship	Although the Company has a trading account with Fiery, there is no ordinary business relationship with Fiery.
(9)	Operating results and financial positions for the last two years ²		
	As of / Fiscal year ended	December 2022	December 2023
	Net assets	USD 296.2 million	USD 307.7 million
	Total assets	USD 348.3 million	USD 394.9 million

Net sales	USD 184.6 million	USD 201.5 million
Profit before income taxes	USD 47.0 million	USD 55.4 million

2) The figures have not been audited.

3. The details of sellers

[1]

(1)	Name	East Private Holdings I, LLC
(2)	Location	825 Third Avenue, Suite 2850, New York, NY 10022 USA
(3)	Job title and name of representative	Director, Frank Baker
(4)	Description of business	An affiliate of Siris Capital Group, LLC, a leading private equity firm that targets control investments in companies that provide mission-critical technology infrastructure. Siris leverages its network of exclusive Executive Partners to identify opportunities and drive strategic and operational value. Siris is based in New York and West Palm Beach and has approximately \$7 billion in assets under management as of December 31, 2023.
(5)	Date of establishment	April 9, 2019
(6)	Relationship between the Company and said company	N/A

[2]

(1)	Name	Electronics For Imaging, Inc.
(2)	Location	12 Innovation Way, Londonderry, NH 03053 USA
(3)	Job title and name of representative	Chief Executive Officer, Frank Pennisi
(4)	Description of business	Manufacturing and sales of digital inkjet printers and digital printing related solutions
(5)	Date of establishment	November 21, 1988
(6)	Relationship between the Company and said company	N/A

4. Number of shares acquired, acquisition costs, and shareholding before and after acquisition

(1)	Number of shares held before the change	0%
(2)	Number of shares to be acquired	100% (200 common units and 1,000 preferred units)
(3)	Acquisition costs ³	Equity value approx. USD 591.4 million Advisory fees and related costs (Estimate) approx. JPY 1.35 billion Total (Estimate) approx. JPY 84.5 billion
(4)	Number of shares held after the change	100%

3) Exchanging rate in this announcement is USD = 140.59 JPY as of September 17, 2024.

5 Timetable

(1)	Date of resolution at the meeting of the Board of Directors	September 18, 2024
(2)	Signing Date	September 19, 2024
(3)	Closing Date	Within 2024 (scheduled)

6. Future outlook

The name and organization of Fiery will remain the same. Fiery will become a consolidated subsidiary of the Company within 2024 as a result of this acquisition, and it will be included in our consolidated financial results from the third quarter of the fiscal year ending March 31, 2025. The impact of this acquisition on our future business performance is currently under scrutiny, and the Company will promptly announce any matters that should be publicly announced.

Reference: Consolidated financial forecast for the current fiscal year as of July 31, 2024 and consolidated financial results for the previous fiscal year in the Company

	Consolidated Net Sales	Consolidated Operating profit	Consolidated Profit before Income Taxes	Consolidated Profit Attributable to Owners of Parent
Forecast of Consolidated Financial Results for the Current Fiscal Year (Year ending March 31, 2025)	1,370.0 billion yen	77.0 billion yen	77.0 billion yen	54.0 billion yen
Consolidated Financial Results for the Previous Fiscal Year	1,313.9 billion yen	57.5 billion yen	70.0 billion yen	52.6 billion yen