



May 10, 2024

For immediate release

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### Subscription to erex's Third-party Allotment of New Shares

Kyudenko Corporation ("Kyudenko" or "the Company") has decided to subscribe to a third-party allocation of new shares ("the Third-party Allocation of New Shares") by erex Co.,Ltd. ("erex", Head Office: Chuo-ku, Tokyo), which is engaged in power generation, fuel, and electricity retail businesses related to renewable energy as its core, and promoting power generation and fuel development business in overseas markets centered on Southeast Asian countries.

#### 1. Reason for the subscription to the Third-party Allocation of New Shares

Kyudenko's overseas business focuses on the high-growth Southeast Asian market in the world. Currently, we are expanding our operations in countries and regions such as Singapore, Malaysia, Vietnam, Thailand, Indonesia, and Taiwan, where we are engaged in various businesses including electrical, air conditioning and sanitation, plant engineering, environmental analysis, energy management ("EMS"), and renewable energy.

erex, as part of its midterm management plan, aims to promote global initiatives towards achieving a sustainable society by establishing new biomass power plants in Southeast Asian countries like Vietnam and Cambodia, and converting existing coal-fired power plants into biomass ones.

In light of these circumstances, erex has determined that building a stronger and long-term partnership with Kyudenko through the Third-party Allocation of New Shares will contribute to its sustainable growth to develop the renewable energy business.

We believe that deepening our relationship with erex will create significant synergies to expand and enhance our group's renewable energy business and will be one of our pillars of the overseas growth strategy in our upcoming midterm management plan.

#### 2. Outline of the Third-party Allocation of New Shares

The outline of the subscription is as follows. For further details, we encourage you to refer to the announcement released by erex today regarding the issuance of new shares through third-party allocation.

(1) Number of Shares for the Purchase	3,568,700 common shares
(2) Price of the Shares	JPY798 per share
(3) Amount of Payment	JPY2,847,822,600
(4) Scheduled Date of Payment	May 30, 2024

### 3. Outline of erex in relation to the Third-party Allocation of New Shares

(1)	Company Name	erex Co.,Ltd.		
(2)	Headquarter	2-2-1 Kyobashi, Chuo-ku, Tokyo, Japan		
(3)	Name and Title of Representative	Hitoshi Honna, President and Representative Director		
(4)	Principal Businesses	Businesses related to power generation, electricity retail, etc.		
(5)	Capital	JPY11,362 million		
(6)	Foundation	December 8, 1999		
(7)	Major Shareholders and Shareholding Ratio	DAIWA CM SINGAPORE LTD (TRUST AC)		8.99%
		KISCO LTD.		6.72%
		Ueda Yagi Tanshi Co., Ltd.		5.77%
		The Master Trust Bank of Japan, Ltd. (Trust Account)		5.04%
		UH Partners, Inc. 2		4.95%
		CBC Co., Ltd.		4.91%
		UH Partners, Inc. 3		4.53%
		Total		40.94%
(8)	Relationship between Kyudenko and erex	Capital Relationship	Kyudenko does not have an investment relationship with erex but have provided partial investment to its subsidiary and affiliated companies.	
		Personnel Relationship	Not applicable.	
		Business Relationship	Not applicable.	
		Applicability to Related Parties	Not applicable.	

*Note: The above information is as of March 31, 2024.*

### 4. Schedule

(1)	Period of Application	May 27 – May 29, 2024
(2)	Payment Due Date	May 30, 2024

### 5. Future Outlook

As a result of the subscription to the Third-party Allocation of New Shares, Kyudenko does not expect that erex will become a consolidated subsidiary of the Company. The impact, which will have on its performance, is currently under examination and has not been factored into our disclosed earnings forecasts. We will promptly announce any matters that we need to disclose.

Note: This document has been translated from the Japanese original for reference purposes only. In the event of any discrepancy between this translated document and the Japanese original, the original shall prevail.
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