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August 8, 2024

To whom it may concern,

Company name: Takashima & Co., Ltd.  
Name of representative: Koichi Takashima, President and Representative Director  
(Securities code: 8007; Prime Market)  
Inquiries: Takahisa Tokumoto, General Manager of Strategic Planning & Management Department  
(Telephone: +81-3-5217-7248)

### **Notice Concerning the Conclusion of a Joint Venture Agreement to Establish a Joint Venture**

We hereby announce that our Board of Directors has resolved at a meeting on August 8, 2024, to contract a joint venture agreement with DG Power System Co., Ltd. (hereafter DG Power System), a business company under the DG Capital Group Co., Ltd. (hereafter DG Capital Group) for the establishment of a joint venture company to promote digital grid technology, as described below. The joint venture will become an equity-method affiliate of the Company.

#### 1. Reason for Establishment

With "contributing to society through our business" as our corporate mission, we are developing our construction supply, industrial materials, and electronics and devices businesses. The construction supply business handles a variety of construction and construction-related commercial products for the residential and nonresidential markets, including wall materials, foundation piling methods, insulation materials, solar panel-related materials, and interior furnishings. We have established a nationwide sales network and undertake a wide range of processes from planning and design to construction.

In the renewable energy field, among others, we have been handling renewable energy-related commercial products since 1994, and we are one of the best in the industry. In addition to solar power generation systems, we also provide our customers with new energy products such as "V2H" and "storage batteries" in order to further promote renewable energy.

Currently, in the renewable energy field, we have a capital alliance with DG Capital Group in April 2023, which aims to promote advanced renewable energy with digital grid technology that enables "internetization of electricity". Through this alliance, we are working together comprehensively to promote digital grid technology. In order to further accelerate the spread of digital grid technology, we have concluded a joint venture agreement with DG Power Systems to establish a joint venture company to manufacture digital grid equipment and supply equipment. DG Power Systems is an operating company under the DG Capital Group that develops and manufactures digital grid routers.

Under the joint venture agreement, the two companies intend to leverage their strengths in the new joint venture company to be established. We intend to expand our business performance by manufacturing digital grid routers, which are inverters with grid-forming functions that are expected to be in increasing demand as digital grid technology becomes more widely used.

## 2. Overview of the Joint Venture Company

(1)	Company name	DG Takashima Co.,Ltd.
(2)	Location	AE2-7-2 Distribution Bldg. A, Tokyo Ryutsu Center, 6-1-1 Heiwajima, Ota-ku, Tokyo,143-0006
(3)	Name of representatives	President and Representative Director, Masaru Shinkai. Vice president and Representative Director, Takayuki Minami.
(4)	Business activity	Manufacturing and sales of DGR (Digital Grid Router), etc.
(5)	Capital stock	10 million yen.
(6)	Date of establishment	August 31, 2024 (Plan)
(7)	Fiscal year end	September 30
(8)	Investment ratio	DG Power Systems 51%, Takashima Co., Ltd. 49%

\*"Net Assets" and "Total Assets" of the joint venture are not disclosed due to the fact that the other company's consent cannot be obtained.

## 3. Overview of joint venture partner

(1)	Company name	DG Power System Co., Ltd.
(2)	Location	AE2-7-2 Distribution Bldg. A, Tokyo Ryutsu Center, 6-1-1 Heiwajima, Ota-ku, Tokyo,143-0006
(3)	Name of representatives	President and representative director, Rikiya Abe.
(4)	Business activity	Research and development of equipment and devices related to digital grid systems; research and development, production, operation, and sales of software
(5)	Capital stock	500,000 yen
(6)	Date of establishment	October 9, 2020.

Major shareholders and shareholding ratio", "Relationship between the listed company and the company", and "Financial position and operating results for the past three years" of the company are not disclosed due to the fact that the consent of the company concerned cannot be obtained.

## 4. Schedule

(1)	Date of board resolution	August 8, 2024
(2)	Date of contract	August 8, 2024
(3)	Date of business start	September 1, 2024 (Plan)

## 5. Future outlook

The impact of the company to be established under the joint venture agreement on the Group's consolidated results for the fiscal year ending March 31, 2025, is expected to be negligible. If it becomes clear that there will be a significant impact on our business performance in the future, we will promptly announce it.

End.