

## Notice Concerning Change in Specified Subsidiary

HASEKO Corporation (the “Company”) hereby announces that its Board of Directors Meeting held today has resolved that the Company’s U.S. subsidiary Haseko America, Inc. (Haseko America) will make an investment in-kind in business projects in which Haseko America has invested in the U.S. mainland to Haseko North America, Inc. (Haseko North America) which is Haseko America’s 100% owned subsidiary. In addition, Haseko North America will become a specified subsidiary of the Company as the amount of its capital will exceed the amount equivalent to 10% of the Company’s capital stock.

### 1. Reason for the change

As one of the overseas business areas, Haseko Group continues to invest in business projects in the U.S. mainland market, where strong demand for real estate can be expected. Currently, several projects are underway, including rental apartment development, senior housing, and value-added projects. Haseko America, which oversees the U.S. subsidiary, has been working on the business in the U.S. mainland until now, and Haseko North America was established in consideration of the business scale of existing projects, strengthening of relationships with business partners, and future business development in the area. Now the subject business will be transferred from Haseko America to Haseko North America through an investment-in-kind. As a result of this in-kind contribution, Haseko North America will become a specified subsidiary of the Company.

### 2. Overview of Haseko North America, Inc.

(1) Name	Haseko North America, Inc.	
(2) Location	California, United States	
(3) Name of representative	Chairman and President, Kain Matsumoto	
(4) Description of business	Real estate investment and development business, etc. in the U.S. mainland	
(5) Share capital	4,500 thousand U.S. dollars (600 million yen) *	
(6) Date of establishment	April 1, 2023	
(7) Major shareholders and ownership ratios	Haseko America, Inc. 100% (100% indirect ownership ratio)	
(8) Relationship between the Company and said shareholder	Capital relationship	The Company indirectly owns 100% of the total number of issued shares of Haseko North America, Inc.
	Personnel relationship	Four officers and employees are dispatched from the Company. Two of them concurrently serve as directors of Haseko North America, Inc.
	Business relationship	Not applicable

\*Since Haseko North America, Inc. was established on April 1, 2023, financial conditions and operating results are not described.

### **3. Overview of capital increase (in kind)**

- (1) Amount of capital increase (planned): 285,000 thousand U.S. dollars (37.9 billion yen)
- (2) Capital after capital increase (planned): 290,000 thousand U.S. dollars (38.5 billion yen)
- (3) Scheduled date of capital increase: July 1, 2023
- (4) Investment ratio after capital increase (planned): Haseko America Inc. 100%

### **4. Future outlook**

The impact of this matter on Haseko Group's consolidated business results is minor.

\*The exchange rate used in this document is 132.75 yen against the U.S. dollar as of the end of March 2023.

Disclaimer: This is an English translation of the original announcement made by the Company in Japanese at the Tokyo Stock Exchange on June 29, 2023. The translation is for reference purposes only. If and when there are any discrepancies between the original announcement and the English translation, the original announcement shall prevail.