

July 1, 2021

To All Concerned Parties,

Company: Asahi Intecc Co., Ltd.
Representative: Masahiko Miyata, President & CEO
(Securities code: 7747, First section of Tokyo Stock Exchange and Nagoya Stock Exchange)
Contact:
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Notice Regarding the Completion of the Acquisition of Shares of Pathways Medical Corporation (Subsidiary Company)

Asahi Intecc announces that it completed the acquisition of shares of Pathways Medical Corporation today (July 1, 2021) to make it a wholly- owned subsidiary as announced in the “Notice Regarding Acquisition of Shares of Pathways Medical Corporation (Subsidiary Company)” on June 7, 2021.

1. Summary of the Subsidiary to be Acquired

①	Company name	Pathways Medical Corporation
②	Location	1013 Centre Road Suite 403S Wilmington, New Castle, Delaware 19805, United States of America
③	Title and name of Representative	Nitin Patil, Chief Executive Officer
④	Description of business	Research and development of guide wire with sensor utilizing a thin film electrical conductor technology
⑤	Capital	12,501 thousand US dollars (1,372 million yen)
⑥	Date of establishment	March 11, 2020 *Pathways Medical is a company established for the purpose of cutting out the technology for which the development has been completed.

*Convert one US dollar into 109.76 yen

2. Number of Shares to be Acquired, Acquisition Price and Share Ownership Before and After Acquisition

①	Number of shares held before change	0 shares (Number of voting rights: 0) (Percentage of voting rights held: 0.00%)
②	Shares to be acquired	1,000,000 shares (Number of voting rights: 1,000,000)
③	Acquisition price	Lump Sum 23,000 thousand US dollars (2,524 million yen) As a milestone in response to the achievement of certain conditions in the future, payments of up to 7,000 thousand US dollars (768 million yen) may occur in stages by June,2023
④	Amount of goodwill, etc.	Currently under discussion with the audit firm, amount of goodwill, etc. has not been fixed. For goodwill and patent rights, the amount is expected to be about 1.2 to 1.9 billion yen and the amortization period is expected to be about 10 years.

⑤	Number of shares after change	1,000,000 shares (Number of voting rights: 1,000,000) (Percentage of voting rights held: 100.00%)
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3. Future Prospects

The impact of the share acquisition of this time on Asahi Intecc Group's financial results for the fiscal year ending June 2021 will be minimal. In addition, the impact on the consolidated financial results for the fiscal year ending June 2022 is currently under scrutiny. Financial forecast for the fiscal year ending June 2022 will be disclosed later.