

To All Concerned Parties,

Company: Asahi Intecc Co., Ltd.
 Representative: Masahiko Miyata, President & CEO
 (Securities code: 7747, Prime of Tokyo Stock Exchange and Premier of
 Nagoya Stock Exchange)
 Contact:
 Mizuho Ito, Member of Board & CFO, General Manager of
 Administration
 (TEL. +81-561-48-5551)

Notice Regarding Acquisition of Shares of LAKE R&D Inc., (to Make It a Subsidiary)

Asahi Intecc (the “Company”) hereby announces that it has resolved, at the meeting of the Board of Directors held on November 24, 2022, to acquire all shares of LAKE R&D Inc., and make it a subsidiary of the Company.

1. Reasons for Acquisition of Shares

LAKE R&D Inc., designs, manufactures, and sells instruments, forceps, etc., mainly in the gastrointestinal field, and is a company with highly unique know-how and technical capabilities that is responsible for made-to-order design and made-to-order manufacturing in response to various requests from major medical device companies.

The Group has identified "Developing global market strategically and expanding of affected / treatment areas" as one of its key strategies. As part of this strategy, we are strengthening the gastrointestinal field and aim to further expand our earnings by introducing products with superiority in a diversified manner in the future.

In order to accelerate research and development in this field and expand our business, we have decided to acquire all shares of LAKE R&D Inc., since we believe further enhance the product competitiveness of our group through synergy effects with LAKE R&D Inc., which has unique technologies and products. In the future, we intend to mass-produce the products owned or developed by LAKE R&D Inc., at our group's manufacturing factory and expand our business globally.

2. Summary of Acquisition of Shares

(1) Overview of the subsidiary company (LAKE R&D Inc.,) subject to change

①	Company name	LAKE R&D Inc.,	
②	Location	3-8-7, Honcho, Okaya-shi, Nagano	
③	Job title and name of representative	Yuji Oguchi, President	
④	Description of business	Manufacture and sale of medical devices	
⑤	Share capital	5 million yen	
⑥	Date of establishment	September 1, 1971	
⑦	Major shareholders and ownership ratios	Due to confidentiality obligations with the shareholder, this information will not be disclosed.	
⑧	Relationships between the Company and said company	Capital relationship	There is no capital relationship between Asahi Intecc and said company that should be disclosed.
		Personnel relationship	There is no personal relationship between Asahi Intecc and said company that should be disclosed.

	Business relationship	There is no business relationship between Asahi Intecc and said company that should be disclosed.
--	-----------------------	---

*1: The recent business results and financial condition of LAKE R&D Inc., are not disclosed at the request of LAKE R&D Inc.,

*2: LAKE R&D Inc., absorbed and merged with LAKE • E2 Inc., (Okaya-shi, Nagano) on June 1, 2022

(2) Overview of the counterparty to the acquisition shares

The counterparty of the share acquisition is one individual shareholder. Due to confidentiality obligations with the shareholder, the name and address of the shareholder will not be disclosed. There is no capital, personal, or business relationship between the shareholder and the Company that should be disclosed.

(3) Number of shares acquired, acquisition costs, and shareholding before and after acquisition

①	Number of shares held before the change	0 share (Number of voting rights: 0) (Ratio of voting rights held: 0.0%)
②	Number of shares to be acquired	5,000 shares (Number of voting rights: 5,000)
③	Acquisition costs	Due to confidentiality obligations with the shareholder, this information will not be disclosed.
④	Number of shares held after the change	5,000 shares (Number of voting rights: 5,000) (Ratio of voting rights held: 100.00%)

(4) Timetable

①	Date of resolution at the meeting of the Board of Directors	November 24, 2022
②	Date of conclusion of the agreement	November 24, 2022
③	Date of commencement of share transfer	January 5, 2023

3. Future outlook

The impact of acquisition of shares on consolidated financial results for the fiscal year ending June 2023 will be minor. In view of the impact on business performance, LAKE R&D Inc., will become a non-consolidated subsidiary of the Company.