

**Intra-Group Reorganization: Absorption Merger
between Wholly Owned Subsidiaries**

This is to announce that the Company resolved to merge two wholly owned subsidiaries, Kakuyasu Co.,Ltd. and Dangami-Sannoh Co., Ltd., for the purpose of gaining incremental growth by concentrating managerial resources among both companies and streamlining organizational management, while the merger is scheduled to take effect on October 1, 2023. Taking this opportunity, the Company aims at improving corporate value further and achieving sustainable growth.

Overview of both parties

	Surviving Company	Disappearing Company
(1) Company Name	Kakuyasu Co.,Ltd.	Dangami-Sannoh Co.,Ltd.
(2) Headquarters	2-3-1 Toshima, Kita-ku, Tokyo	3-16-11, Nanotsu, Chuo-ku, Fukuoka city
(3) Representative Director and President	Junichi Sato	Yoshihiko Namiki
(4) Business	Liquor sales for business and retail purpose	Liquor sales for business and retail purpose
(5) Paid-in Capital	JPY 10 million	JPY 10 million
(6) Establishment	October 1, 2020	May 24, 1967
(7) Fiscal year ending	March 31	March 31
(8) Shareowner	Kakuyasu Group Co.,Ltd.	Kakuyasu Group Co.,Ltd.

Future Outlook

Since the merger constitutes an inter-corporate merger between wholly owned consolidated subsidiaries, the Company assumes that its impact on the Company's consolidated results is minor and insignificant.

Disclaimer

This is an English translation of the disclosure. This translation is prepared and provided for the reader's convenience.