

March 7, 2024

Corporate name: SHOFU INC.  
Representative: Tetsuo Takami  
Representative Director, President & COO  
Listing: Tokyo Stock Exchange (Prime Market)  
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## Notice Concerning the Establishment of a Subsidiary

SHOFU INC. (hereinafter referred to as "SHOFU") today announced that its Board of Directors has resolved to establish a subsidiary in China (Changzhou City, Jiangsu Province) at a meeting held on March 7, 2024. Brief details are presented as follows.

### 1 . Purpose of Establishment of the Subsidiary

To promote proactive overseas business development, SHOFU has been promoting the efficient reallocation of production facilities to meet global demand. In order to expand supply capacity to meet further growth in Chinese demand, in addition to our existing Shanghai subsidiary, we will establish a new production subsidiary in Changzhou, Jiangsu Province. We will begin preparations for operations, including installation of manufacturing equipment, in July 2024, with operations scheduled to begin in 2026.

### 2 . Outline of the Subsidiary ( Planned )

- |                                      |   |  |
|--------------------------------------|---|--|
| (1) Name                             | : | SHOFU PRODUCTS CHANGZHOU CO.,LTD                             |
| (2) Name and Title of Representative | : | Chairman : Hiroshi Tano                                      |
| (3) Location                         | : | Changzhou National Hi-tech District, Jiangsu Province, China |
| (4) Business                         | : | Manufacture of dental materials and equipment                |
| (5) Capital                          | : | 500 million yen equivalent (in RMB)                          |
| (6) Date of Establishment            | : | April 2024   |
| (7) Ratio of Shareholding            | : | SHOFU INC. 100%  |
| (8) Fiscal Year End                  | : | December   |

### 3 . Impact on Business Performance

The impact of the establishment of this subsidiary on the Consolidated forecasts for the Fiscal Year Ending March 31, 2024, announced on February 2, 2024, will be minor.

(Note) This document has been translated from the Japanese original for reference purposes only.

In the event of any discrepancy between this translated document and the Japanese original, the original shall prevail.