



May 19, 2022

To Whom It May Concern

Company Name	Nifco Inc.
Head Office	5-3 Hikarinooka Yokosuka-shi, Kanagawa
Company Code	7988 (TSE Prime Market)
	President & Representative Director
Rep. Director	Masaharu Shibao
Contact Person	Director, Senior Executive Managing Officer & CFO Toshiki Yauchi

(TEL. 03-5476-4853)

Notice concerning Reduction of the amount of the capital reserve and transfer to other capital surplus

The company announces that at the board of directors meeting held today, it resolved to propose reduction of the amount of the capital reserve and transfer to other capital surplus at the 70th annual general meeting of shareholders to be held on June 23, 2022.

1. Purpose of reduction and transfer of the amount

In order to assure the future agility and flexibility of our capital policies, we would like to reduce the amount of capital reserve and transfer it to other capital surplus based on the provision of Article 448, Paragraph 1 of the Companies Act.

2. Procedure for reduction and transfer of the amount

Of the amount of capital reserve of 11,651,451,088 yen, 11,500,000,000 yen will be deducted, and the entire deducted amount will be transferred to other capital surplus. The amount of capital reserve after the reduction will be 151,451,088 yen.

3. Schedule of Reduction in Amount of Legal Capital Surplus

(1) Date of Board of Directors' resolution	May 19, 2022
(2) Date of General Meeting of Shareholders resolution	June 23, 2022 (planned)
(3) Date of public notice for making objections by creditors	July 22, 2022 (planned)
(4) Final date for making objections by creditors	August 22, 2022 (planned)
(5) Effective date	September 22, 2022 (planned)

4. Future forecast

Since this transaction is a transfer between accounts under "Net Assets," there is no change in the amount of net assets and no impact on the business results.

---End---