

March 13, 2025

Company name:	Tomoku Co., Ltd.
Name of representative:	Mitsuo Nakahashi, Representative Director, President & Chief Executive Officer (Securities code: 3946; TSE Prime Market)
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Notice Concerning Absorption-type Merger of Consolidated Sub-subsidiary by Consolidated Subsidiary

Tomoku Co., Ltd. (the “Company”) hereby announces that it has resolved, at a meeting of the Board of Directors held today, to merge its consolidated subsidiary, Sweden House Co., Ltd., with its consolidated sub-subsidiary, Sweden House Reform Co., Ltd., through an absorption-type merger.

1. Purpose of the merger

Sweden House Co., Ltd. is engaged in the business of new construction and after-sales maintenance of custom-built houses and other properties, while Sweden House Reform Co., Ltd. is engaged in the business of renovation.

Through the merger of the two companies, the Company has now decided to enhance its ability to meet customer needs by providing a one-stop service from new construction to renovation, in line with the concept of “building homes to be passed down for 100 years—featuring high airtightness and thermal insulation—creating strong homes that protect families.”

With the merger, the Group will establish a system to provide better services in the expanding renovation market to enhance corporate value, striving to streamline management, reduce management costs, accelerate decision-making, and optimize the utilization of human resources in the housing business.

2. Summary of the merger

(1) Schedule of the Merger (Planned)

March 21, 2025: Board of Directors resolution of Sweden House Reform Co., Ltd.

March 24, 2025: Board of Directors resolution of Sweden House Co., Ltd.

July 1, 2025: Effective date

(2) Method of the merger

This is an absorption-type merger with Sweden House Co., Ltd. as the surviving company and Sweden House Reform Co., Ltd. as the disappearing company.

(3) Details of allotment related to the merger

Since Sweden House Reform Co., Ltd. is a wholly-owned subsidiary of Sweden House Co., Ltd., there is no allotment of shares, money, or other property.

3. Overview of companies involved in the merger

	Surviving company	Disappearing company
(1) Name	Sweden House Co., Ltd.	Sweden House Reform Co., Ltd.
(2) Location	1-1 Taishido, 4-chome, Setagaya-ku, Tokyo	1-1 Taishido, 4-chome, Setagaya-ku, Tokyo
(3) Representative's title and name	Hidetoshi Murai, Representative Director and President	Toshiyuki Kojima, President and CEO
(4) Business description	Manufacturing, sales, design, construction, and supervision of Swedish housing	Extension, remodeling, and renovation of Swedish housing, residential housing, and condominiums
(5) Date of incorporation	March 1984	July 1996
(6) Shareholder	Wholly owned by Tomoku Co., Ltd.	Wholly owned by Sweden House Co., Ltd.
(7) Number of employees (as of March 31, 2024)	767 employees	64 employees

4. Future outlook

Since the merger will take place between a consolidated subsidiary and a consolidated subsidiary, the impact on the Company's consolidated financial results is minimal.