

August 1, 2023

Announcement of Acquisition of Wave Engineering's Shares

Daiichi Jitsugyo Co., Ltd. (Head Office: Chiyoda-ku, Tokyo, Japan, Representative Director, President & CEO: Ichiro Uno, hereinafter "DJK") a general machinery trading company, hereby announces that DJK has acquired the shares of Wave Engineering Corporation (Head Office: Saitama City, Saitama, Japan, Representative Director: Kinichi Shibata, hereinafter "Wave Engineering"), and thereby Wave Engineering has become part of the DJK Group.

1. Rationale of acquisition of shares

DJK, as a solution provider, is engaged in providing industrial machinery in seven business fields to meet global customers' demand in Japan and overseas.

Wave Engineering has advantages both in Feasibility Study (FS) and Front End Engineering Design (FEED) , and develops business, such as Aspen Technology, Incorporated (U.S.) software sales and simulation, design, and consulting in the fields of petroleum, petrochemical, and chemical plants. In addition, there have been increasing opportunities to deliberate utilization of hydrogen and ammonia, with the tide toward carbon neutral.

Wave Engineering's becoming part of our Group, plant engineering capabilities of the DJK Group can be integrated into Wave Engineering's exceptional simulation engineering capabilities. Also, this grouping enables the entire DJK Group to provide one-stop service of engineering (FS-FEED-EPC), as the next-generation engineering firm in our 2030 vision, which strengthens our comprehensive engineering capabilities.

Going forward, DJK will strive for a sustainable environment, through deliberating production of blue and green ammonia synthesis, in cooperation with DJK's Engineering Division, Daiichi Engineering Co., Ltd. (engineering, procurement, and construction of environmentally friendly plants), a subsidiary of DJK, and Tsubame BHB Co., Ltd., to which DJK provides capital investment.

DJK will expand this business into other business fields, such as automobiles, healthcare, and aviation & social infrastructure, not limited to the Plant & Energy field.

DJK and Wave Engineering will mutually produce synergistic effects by the acquisition of the shares. Through the creation of new business and development of the carbon neutral market, DJK will make every effort for the Group's further growth and enhancement of its corporate value, contributing to the development of various industries.

2. Overview of company in which stock will be acquired

(1) Corporate name	Wave Engineering Corporation
(2) Location	5-4-6 Shimoochiai, Chuo-ku, Saitama City. Saitama, Japan
(3) Title & name of representative	Kinichi Shibata Representative Director
(4) Line of business	Design, manufacturing, and consulting of equipment and components for various types of plants, including petrochemical and fertilizer plants.
(5) Capital	¥10 million
(6) Established	November 25, 1991
(7) No. of employees	13 employees
(8) Subsidiary	Plant Digital X Corporation

3. Share transfer date

July 31, 2023

4. Future Outlook

Financial results of Wave Engineering are scheduled to be reflected on DJK's consolidated financial results starting the second quarter of fiscal year 2023. However, impact on DJK's consolidated financial results for fiscal year 2023 is insignificant. Therefore DJK's consolidated financial forecasts remain unchanged.



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