



Company name: ALCONIX CORPORATION  
Representative: Hiroshi Teshirogi, Representative Director,  
President and COO  
Listing: Tokyo Stock Exchange, Prime Market  
Stock code: 3036  
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## **Notice of Establishment of U.S. Joint Venture and Change in Specified Subsidiary (Sub-Subsidiary)**

*Note: The original announcement in Japanese was released on November 28, 2023.*

The Board of Directors of ALCONIX CORPORATION has approved a resolution on November 28, 2023 to establish a company that will be owned jointly with SOODE NAGANO Co., Ltd., a consolidated subsidiary of ALCONIX. This new company will be classified as a specified subsidiary (sub-subsidiary) of ALCONIX as its capital stock is more than 10 percent of the capital stock of ALCONIX.

### **1. Reason for establishing the jointly owned company**

ALCONIX has identified electronic materials and components business as a key sector for the Group in its current medium-term business plan. In particular, the lithium-ion battery business, for which demand is expected to increase worldwide, especially for EVs and other environmentally friendly vehicles, has been a key priority area and we have been developing this business globally. In the United States., where local production of lithium-ion batteries is increasing, the decision was made to establish a joint venture with our group company in order to capture current and future demand for battery materials, especially in areas where demand is increasing.

### **2. Profile of the specified subsidiary to be established**

(1) Company name	Soode Kansas Corporation (tentative)
(2) Representative	Bakytzhan Zhanpeisov., President (ALCONIX employee) (tentative)
(3) Location	Kansas, U.S.A
(4) Establishment	January 2024 (tentative)
(5) Fiscal year end	December 31
(6) Business	Manufacture of lithium ion battery materials
(7) Capital	1,000 million yen
(8) Major shareholders	SOODE NAGANO Co., Ltd.: 90.0% (Note) ALCONIX CORPORATION: 10.0%

(Note) SOODE NAGANO is a wholly owned consolidated subsidiary of ALCONIX, and Mr. Takayuki Soode, President of this subsidiary, is scheduled to assume the position of Chairman of the joint venture to be established.

### 3. Profile of SOODE NAGANO

(1) Company name	SOODE NAGANO Co., Ltd.
(2) Representative	Takayuki Soode, President
(3) Location	2-5-21, Osachikatamacho, Okaya city, Nagano
(4) Capital	80 million yen
(5) Fiscal year end	March 31
(6) Business	Manufacture of stamped metal parts
(7) Establishment	December 24, 1975

(8) Relationships between ALCONIX and SOODE NAGANO	Capital	ALCONIX owns 100% of the outstanding shares of SOODE NAGANO. It is now ALCONIX's consolidated subsidiary.
	Personnel	ALCONIX designates its directors and employees as part-time directors and part-time auditors of the subsidiary, while also assigning its own employees.
	Business	ALCONIX is entrusted with a portion of the subsidiary's administrative operations while also providing sales support. There are no other significant business relationships between persons or companies affiliated with ALCONIX, and persons or companies affiliated with SOODE NAGANO.

### 4. Schedule

(1) Contract signing	Mid-January 2024 (tentative)
(2) Establishment of Soode Kansas Corporation	Late January 2024 (tentative)

### 5. Impact on the earnings forecasts for the current fiscal year

The effect of these events on ALCONIX's consolidated results of operations in the current fiscal year is currently being reviewed. An announcement will be made promptly if ALCONIX subsequently determines that there is an effect on results of operations.