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October 16, 2026

To whom it may concern:

Company: Takasho Co., Ltd.
Representative: Nobuo Takaoka, President & CEO
(Stock code: 7590, TSE Standard)

Contact: Atsushi Inoue, Corporate Officer,
Corporate Management
Headquarters Vice Director
(TEL: +81-73-482-4128)

Notice Concerning Establishment of Subsidiary by Consolidated Subsidiary of Takasho Co., Ltd.

Takasho Co., Ltd. (the "Company") hereby announces that the Company and the Company's consolidated subsidiary, Takasho Digitec Co., Ltd., have resolved at each company's Board of Directors meeting held on October 16, 2026, to establish a new company (the Company's sub-subsidiary).

1. Purpose of Establishing the New Company

The Company group operates both domestically and internationally, focusing on the planning, manufacturing, and sales of gardening and exterior products. In addition, the Company's consolidated subsidiary, Takasho Digitec Co., Ltd. has a track record in technologies related to lighting-based attractions and entertainment, as well as in various business initiatives carried out through collaboration with local communities, government agencies, and corporations.

Drawing on this expertise, Takasho Digitec will establish a new company to serve as a platform for regional collaboration, connecting government agencies, tourism-related organizations, local businesses, transportation providers, the media, and other stakeholders. In addition to regional revitalization initiatives that leverage lighting-based attractions and entertainment, the new company will continuously promote tourism, regional travel initiatives, and businesses that contribute to regional revitalization, while promoting regional development through sports and attracting visitors to the area. Through these initiatives, the new company aims to enhance the region's attractiveness, increase the number of visitors and other people with ties to the region,

and contribute to revitalization and tourism promotion in Wakayama Prefecture.

2. Overview of Takasho Digitec Co., Ltd. (The Company's consolidated subsidiary)

(1) Company Name	Takasho Digitec Co., Ltd.
(2) Address	20-1 Minami Akasaka, Kainan City, Wakayama
(3) Job Title and Name of Representatives	Nobuo Takaoka, Chairman & Representative Director Ryosuke Furusawa, President & CEO
(4) Main Businesses	A comprehensive lighting company whose vision is "Color people's hearts and minds with light effects." 1. Outdoor Lighting Business (Manufacture and sale of safe 12V low-voltage lighting for homes and gardens, etc.) 2. Signage Business (Manufacture and sale of LED signs and nameplates for commercial facilities, etc.) 3. Illumination Business (Event planning and production for public and commercial spaces) Carry out these businesses under an integrated system that spans everything from planning and design to engineering, development, manufacturing, and sales.
(5) Share Capital	55 million yen (Legal Capital Surplus: 45 million yen)
(6) Date of Establishment	November 22, 2004
(7) Total Number of Issued Shares	600 shares
(8) Major Shareholders and Ownership Ratio	Takasho Co., Ltd. 100%

3. Overview of the New Company (Schedule)

(1) Company Name	BALL WKYM Co., Ltd.
(2) Address	Hirogawa-cho, Arida-gun, Wakayama
(3) Job Title and Name of Representative	Ryosuke Furusawa, President & CEO
(4) Main Businesses	1. Collaborative and cooperative projects with government agencies, tourism-related organizations, local businesses, transportation providers, the media, and others 2. Planning and management of events utilizing lighting and visual productions, as well as regional revitalization initiatives 3. Projects related to regional revitalization through sports and initiatives to attract visitors 4. Planning and promotion of regional collaboration and tourism initiatives 5. Planning and promotion of regional revitalization initiatives and local projects utilizing the Corporate Version of Hometown Tax Donation Program and other measures
(5) Share Capital	100 million yen
(6) Date of Establishment	December 18, 2026 (scheduled)
(7) Major Shareholders and Ownership Ratio	Takasho Digitec Co., Ltd. 68%

(8) Fiscal year-end	June	
(9) Relationship between the Company and the New Company	Capital relationship	The new company will be established as a subsidiary in which Takasho Digitec Co., Ltd. holds a 68% ownership interest.
	Personnel relationship	The President & CEO of the Company's consolidated subsidiary, Takasho Digitec Co., Ltd., is scheduled to assume the position of President & CEO of the new company.
	Business relationship	Not applicable, as the new company has yet to be established.

4. Timeline for Establishing a Subsidiary

(1) Date of resolution at the meeting of the Board of Directors: October 16, 2026

(2) Date of establishment: December 18, 2026 (scheduled)

5. Future Outlook

The Company expects the impact of the establishment of this subsidiary on the Company's consolidated financial results for the fiscal year ending January 2027 to be minimal. However, should any matters requiring disclosure arise in the future, the Company will disclose them promptly.

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