

April 19, 2023

(Progress and Changes in Disclosure) Notice Regarding Change of Factory Site in Hungary

With regard to the “Notice Regarding the Establishment of a Subsidiary in Hungary” announced on October 31, 2022, we have completed the establishment of the subsidiary in December and are working to establish a mass production system. In the process of establishing the system, we have made some changes from the disclosed information. Changes since the time of disclosure are underlined.

1. Reason for the change

This is due to strong expectations of expansion to local production from our major customers in Europe and a review of new factory properties with a focus on its potential for expansion.

2. Outline of the company

(1)	Name	FOSTER ELECTRIC (HUNGARY) Kft.
(2)	Address	<u>H-8060 Mór, Lakatos utca 22, Hungary</u>
(3)	Representative	Yohei Tomita (Managing Director)
(4)	Business	Manufacture and sales of loudspeakers and related component
(5)	Capital	EUR 3 million
(6)	Capital contribution	100% investment from FOSTER ELECTRIC (Europe) GmbH
(7)	Date of Establishment	December 2022
(8)	Start of mass production	October 2024 (planned)
(9)	Production volume	100,000 units per month
(10)	Number of employees	70 (planned for mass production)
(11)	Fiscal month	March
(12)	Factory scale	<u>4,607 m² (building lease)</u>

Note: Under the assumption that all necessary regulatory approvals will have been obtained by then.

3. Impact on our business performance

The impact on the current year's results is not expected to be material.

(END)