



December 21, 2020

Name of listed company: Mipox Corporation
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Notice Regarding the Restructuring of Overseas Subsidiaries

Mipox Corporation (hereinafter the “Company”) hereby announces that the Company’s Board of Directors has resolved at a meeting held today to restructure overseas subsidiaries, as described below. As this is an internal restructuring within the corporate group (hereinafter the “Group”), occurring between the Company’s wholly-owned subsidiaries, or the Company and its consolidated subsidiaries, disclosure has been omitted for some matters and details.

1. Purpose of the Restructuring of Overseas Subsidiaries

The Company established MIPOX Asia Pte. Ltd. (hereinafter “MAP”) in the Republic of Singapore in April 2013 as its wholly-owned subsidiary, for the purpose of strengthening the development of its Local Fit Strategy in Southeast Asia. The Company subsequently established representative offices under the control of MAP in the Philippines and Vietnam. These were utilized as integrated sales points for overseas customers, and sales hubs for Southeast Asia as a whole. The function of each office has expanded in recent years, with the establishment and full-scale operation of MAP’s consolidated subsidiary Mipox (Thailand) Co., Ltd. (hereinafter “MTC”), and the increasing autonomy of the MIPOX Abrasives India Pvt. Ltd. base.

As a result of reexamining MAP’s corporate function in terms of its role and purpose, amid the transfer of back-office functions to the Company’s wholly-owned subsidiary MIPOX Malaysia Sdn. Bhd. (hereinafter “MMS”) during the fiscal year ended March 31, 2019, the Company determined that MAP has fulfilled its original purpose, and has decided to dissolve it in order to further enhance the efficiency of the Group’s operations by reducing the duplication of functions and achieving a slimmer structure of overseas subsidiaries. With the dissolution of MAP, 99.99% of the shares of MTC, previously held by MAP, will be transferred to the Company.

2. Summary of the Restructuring of Overseas Subsidiaries

- (1) Dissolution of MAP
- (2) Transfer of shares of MTC held by MAP to the Company
- (3) Change of sales channels to transfer orders received by MAP to other overseas bases
- (4) Transfer of control of representative offices in the Philippines and Vietnam from MAP to MMS

3. Schedule for the Dissolution of MAP and the Transfer of Shares of MTC

Resolution by the Board of Directors: December 21, 2020

Planned date of dissolution: Undecided (liquidation is planned to be completed after the completion of all procedures required by local laws and regulations)

Transfer of shares: December 21, 2020

4. Future Outlook

As this is an internal restructuring within the Group, occurring between the Company’s wholly-owned subsidiaries, or the Company and its consolidated subsidiaries, the impact on the Company’s consolidated financial results will be immaterial.