



December 21, 2020

Name of listed company: Mipox Corporation
Representative: Jun Watanabe, President & CEO
(Stock code: 5381)
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Notice Regarding the Absorption-type Merger (Simple Merger / Short Form Merger) of a Consolidated Subsidiary

Mipox Corporation (hereinafter the “Company”) hereby announces that the Company’s Board of Directors has resolved at a meeting held today to merge its consolidated subsidiary Nihon Kenshi Co., Ltd. into the Company in an absorption-type merger (hereinafter the “Merger”).

As the Merger is a simple absorption-type merger of a wholly-owned, consolidated subsidiary of the Company, disclosure has been omitted for some matters and details.

1. Purpose of the Merger

The Company has determined to merge Nihon Kenshi Co., Ltd. through an absorption-type merger for the purpose of promoting more efficient consolidated operations as a corporate group (hereinafter the “Group”). Through the Merger, the Company aims to promote more efficient management of the Group by eliminating duplicated operations and utilizing human resources.

2. Summary of the Merger

(1) Merger Schedule

Resolution on the Merger by the Board of Directors	December 21, 2020
Merger agreement concluded	December 21, 2020
Merger date (effective date)	April 1, 2021 (planned)

Note: For the Company, the Merger corresponds to a simple merger under Article 796, paragraph (2) of the Companies Act, and for Nihon Kenshi Co., Ltd., the Merger corresponds to a short form merger under article 784, paragraph (1) of the Companies Act. Therefore, no General Meeting of Shareholders will be convened regarding the merger agreement for either company.

(2) Merger Method

The Merger will be an absorption-type merger, with the Company as the surviving company, and Nihon Kenshi Co., Ltd. as the dissolving company.

(3) Details of Allotment Under the Merger

The Company holds all of the shares of Nihon Kenshi Co., Ltd., and there will therefore be no allotment of shares, monies, etc. under the Merger.

(4) Treatment of Stock Acquisition Rights and Bonds with Stock Acquisition Rights Issued by the Dissolving Company

Not applicable.

3. Summary of the Parties to the Merger (As of March 31, 2020)

	Surviving Company	Dissolving Company
(1) Name	Mipox Corporation	Nihon Kenshi Co., Ltd.
(2) Address	16F, D-Tower Nishishinjuku, 6-11-3, Nishishinjuku, Shinjuku-ku, Tokyo	3-13-25, Kusado-cho, Fukuyama City, Hiroshima
(3) Name and Position of Representative	Jun Watanabe, President & CEO	Jun Watanabe, President
(4) Description of Business	Manufacture and sale of polishing products, etc.	Manufacture and sale of polishing products, etc.
(5) Capital	2,365.89 million yen	100.00 million yen
(6) Date of Establishment	December 12, 1941	June 19, 1942
(7) Number of Issued Shares	12,081,920 shares	8 shares
(8) Fiscal Year End	March 31	March 31
(9) Major Shareholders and Shareholding Ratio	Jun Watanabe 8.11% STATE STREET BANK AND TRUST COMPANY 505268 6.06% SIX SIS AG FOR ALBERTO BIFFIGNANDEI 4.64%	Mipox Corporation 100%
(10) Financial Condition and Operating Results for the Last Fiscal Year	Fiscal Year Ended March 31, 2020 (Consolidated)	Fiscal Year Ended March 31, 2020 (Non-consolidated)
Net assets	4,107 million yen (consolidated)	779 million yen (non-consolidated)
Total assets	11,033 million yen (consolidated)	2,768 million yen (non-consolidated)
Net assets per share	348.09 yen (consolidated)	97,409,334 yen (non-consolidated)
Net sales	7,338 million yen (consolidated)	2,447 million yen (non-consolidated)
Operating profit	(170) million yen (consolidated)	(60) million yen (non-consolidated)
Ordinary profit	(165) million yen (consolidated)	(68) million yen (non-consolidated)
Profit attributable to owners of parent	(78) million yen (consolidated)	305 million yen (non-consolidated)
Net profit per share	(6.67) yen (consolidated)	38,205,525 yen (non-consolidated)

4. Status After the Merger

There will be no change to the Company's trade name, address, the name or position of its representative, its business description, capital or fiscal year end pursuant to the Merger.

5. Future Outlook

The impact of the Merger on the Company's consolidated financial results is expected to be immaterial.