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March 27, 2025

To whom it may concern:

Company name: Furukawa Co., Ltd.
 Name of representative: Minoru Nakatogawa
 President and Representative Director
 (Securities code: 5715; TSE Prime Market)
 Inquiries: Koichiro Konno
 Director & Senior Executive Officer
 General Manager, Corporate Planning Department
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Notice Regarding Purchase of Shares in MITSUI MIIKE MACHINERY COMPANY, LIMITED (Conversion into Equity-Method Affiliate)

At a meeting held today, the Board of Directors resolved to enter into an agreement to purchase shares of MITSUI MIIKE MACHINERY COMPANY, LIMITED and thus convert that company into an equity-method affiliate. Please see below for details.

1. Reason for share purchase

MITSUI MIIKE MACHINERY COMPANY, LIMITED (Mitsui Miike Machinery), engages in the manufacture and sale of industrial machinery and equipment, primarily material handling machinery. It also handles products related to the businesses of Furukawa Industrial Machinery Systems Co., Ltd., and Furukawa Rock Drill Co., Ltd. (both core operating companies of the Furukawa Company Group). Based on its policy aimed at achieving Vision for 2025, Furukawa Co., Ltd. (the Company) is actively pursuing investments that foster the sustainable growth of its Machinery business and help enhance its corporate value. Given the strong alignment between Mitsui Miike Machinery’s product portfolio and the Group’s Machinery business, the Company anticipates synergies in both sales and production. Accordingly, we believe that collaboration with Mitsui Miike Machinery will foster the sustainable growth of our Machinery business and help enhance our corporate value. In light of this, we entered into a basic business alliance agreement with Mitsui Miike Machinery in March 2020, establishing a cooperative relationship. To further strengthen this collaboration, we have since engaged in discussions with that company and reached an agreement to purchase its shares with a view to converting it into an equity-method affiliate.

2. Overview of company to become an equity-method affiliate

| | |
|----------------------------------|--|
| (1) Company name | MITSUI MIIKE MACHINERY COMPANY, LIMITED |
| (2) Address | 2-1-1 Nihonbashi-Muromachi, Chuo-ku, Tokyo 103-0022, Japan |
| (3) Name/title of representative | Motohiko Nakamura, President and Representative Director |

| | | | |
|--|--|---|--------|
| (4) Main business | Engineering, manufacturing, sales, and installation of various machinery and equipment, including material handling systems, gear reducers and electric motors, precision components and molds, construction machinery, fluid machinery, stainless pools, and electronic control systems | | |
| (5) Capitalization | ¥1,000 million | | |
| (6) Date of establishment | October 28, 1959 | | |
| (7) Major shareholders (equity ownership) | MITSUI E&S Co., Ltd. (20%), others | | |
| (8) Relationship with the Company | Capital relationship | The Company holds 35,000 shares of Mitsui Miike Machinery. | |
| | Human relationship | No relationship | |
| | Business relationship | The Company has entered into a basic business alliance agreement with Mitsui Miike Machinery. | |
| (9) Mitsui Miike Machinery: Three-year financial highlights (¥ millions, except per-share figures) | | | |
| | FY2021 | FY2022 | FY2023 |
| Net assets | 13,520 | 14,178 | 15,378 |
| Total assets | 28,808 | 31,794 | 33,505 |
| Equity per share (¥) | 6,760 | 7,089 | 7,689 |
| Net sales | 23,322 | 19,459 | 24,185 |
| Operating profit | 1,057 | 306 | 1,712 |
| Ordinary profit | 1,131 | 352 | 1,812 |
| Net profit | 753 | 688 | 1,216 |
| Net profit per share (¥) | 376 | 344 | 608 |
| Dividends per share (¥) | 25 | 25 | 50 |

3. Number of shares to be purchased, purchase price, and shareholding status before/after purchase

| | |
|--------------------------------------|---|
| (1) Holding before purchase | 35,000 shares (1.9% share of voting rights) |
| (2) Number of shares to be purchased | 340,000 shares |
| (3) Purchase price | Due to confidentiality obligations, we are unable to disclose the acquisition cost. |
| (4) Holding after purchase | 375,000 shares (20% share of voting rights) |

4. Schedule

| | |
|----------------------------|-------------------------|
| (1) Date of agreement | March 27, 2025 |
| (2) Date of share transfer | April 1, 2025 (planned) |

5. Future outlook

The impact of the aforementioned purchase on the Furukawa Company Group's financial results is expected to be minimal. Should it be determined that there will be a material impact on our future performance, we will disclose such information in a timely manner.