

Company Name	Takamatsu Construction Group Co.,Ltd.
Representative Name	Representative Director and President Hirotaka Takamatsu
Contact	Securities Code 1762 Prime section of the Tokyo Stock Exchange Managing Officer and General Manager, Business Administration Division Norihiko Fuwa (TEL +81-6-6303-8101)

## Notice of Change in Second-tier subsidiary (Share Assignment)

Asunaro Aoki Construction Co., Ltd. ("AA") is a consolidated subsidiary of Takamatsu Construction Group Co., Ltd. ("TCG"), today announced that all of the issued shares of Asunaro Road Co.,Ltd. ("AR") that is a subsidiary of AA, will be assigned by Watanabe Sato Co.,Ltd.("WS"). We have entered into a share Assignment agreement with WS as follows.

### Notes

#### 1. Reason of Share Assignment

AR was established in July 1973 by spinning off the road pavement division of the Hokkaido branch of Asunaro Aoki Construction Co., Ltd. Since its establishment, we have operated a road pavement business specializing in Hokkaido, contributing to regional infrastructure and recording stable earnings. However, in order to continue to develop in the future, TCG and AA decided that the best option for AR's sustainable development would be to become a subsidiary of a company with a solid management base as a listed pavement company and can share future synergies in the pavement field. Therefore, we have decided to transfer all shares of AR to WS.

#### 2. Overview of the second-tier subsidiary to be transferred.

(1) Trade name	Asunaro Road Co.,Ltd.	
(2) Location	1-2-1 Minami 1 East, Chuo-ku, Sapporo Prefecture	
(3) Representative	Representative Director and President Hidetoyo Okamura	
(4) Business Description	Road construction, pavement construction, design construction and supervision of general civil engineering construction, manufacturing and sales of paving materials, sales and leasing of construction machinery and materials.	
(5) Date of establishment	July 23, 1973	
(6) Capital	80million yen	
(7) Relationship between TCG and AR	capital ties	AA owns all the shares.
	personal relations	No applicable items.
	Business Relationship	AA is cooperating with AR on civil engineering projects.

(8) Operating results and financial position of AR for the past three years			
Finalization Period	FY ended Mar.31,2020	FY ended Mar.31,2021	FY ended Mar.31,2022
Net sales (million yen)	1,853	1,609	1,834
Operating profit (million yen)	209	104	175
Profit (million yen)	139	69	113
Net assets (million yen)	1,147	1,147	1,227
Assets (million yen)	1,492	1,498	1,477
Net Assets per share (yen)	2,867.80	2,869.60	3,069.20
Dividend per share (yen)	172.50	85.00	145.00
Earning per share (yen)	348.70	174.20	284.60

### 3. Overview of the partner of the Share Assignment.

(1) Trade name	Watanabe Sato Co.,Ltd.	
(2) Location	18-4 Minamiazabu-1, Minato-ku, Tokyo	
(3) Representative	Representative Director and President Naotaka Ishii	
(4) Business Description	Civil engineering and construction contracting, research, planning, design, supervision, technical guidance, construction consulting services, manufacturing and sales of construction materials, design and manufacturing of machinery and equipment for construction work, industrial waste disposal business, real estate sales, etc. All business incidental to each issue.	
(5) Date of establishment	December 1923	
(6) Capital	1,751million yen	
(7) Shareholder	Tadayasu Watanabe 12%, Soushou Ltd. 10%, Sato Kogyo Co., Ltd. 9%	
(8) Relationship between TCG and WS	capital ties	No applicable items.
	personal relations	No applicable items.
	Business Relationship	No applicable items.

### 4. Overview of the subsidiary.

(1) Trade name	Asunaro Aoki Construction Co., Ltd.	
(2) Location	Kanda-Mitoshirocho-1, Chiyoda-ku, Tokyo	
(3) Representative	Representative Director and President Yasushi Tsujii	
(4) Business Description	Design, supervision and construction contracting of civil engineering and construction work. Sales and leasing of construction machinery and materials. Design, construction, supervision and contracting of road construction, pavement work and slope stabilization work. Construction consulting services. Earth and sand collection and sales, prospecting and mining of rocks, minerals, etc., sales of these rocks, minerals, etc. and their processed products. Business related to real estate transactions. Business related to agriculture, forestry and fisheries.	
(5) Date of establishment	September 1950	
(6) Capital	5,000 million yen	
(7) Shareholder	TCG owns all the shares.	
(8) Relationship between TCG and AA	capital ties	TCG owns all the shares.
	personal relations	TCG's directors concurrently serve as directors, and its auditor concurrently serve as auditor.
	Business Relationship	TCG has awarded a construction project to AA.

5. Number of shares to be Assigned, Assignment price, and status of shares owned before and after the Assignment.

( 1 ) Number of shares held before the change, Voting rights ownership ratio	400,000 shares, 100%
( 2 ) Number of shares to be assigned	400,000 shares
( 3 ) Assignment value	This information is not disclosed due to confidentiality obligations between the parties.
( 4 ) Number of shares held after the assignment, Voting rights ownership ratio	0 shares, 0%

6. Schedule

( 1 ) Date of conclusion of share assign agreement	March 16, 2023
( 2 ) Execution date of share assignment	March 31, 2023

7. Outlook for the future

The impact of this share assignment on TCG's consolidated business results and consolidated financial position will be minimal.