

## News Release Dated December 18, 2020

Company: Japan System Techniques Co., Ltd.  
Representative: Takeaki Hirabayashi, President and CEO  
Stock code: 4323, Tokyo Stock Exchange, First Section  
Contact: Noboru Nishida, General Manager of General  
Administration Division  
Tel: +81-6-4560-1000

### Notice of Merger and Absorption of Consolidated Subsidiaries

The Board of Directors of Japan System Techniques Co., Ltd. (JAST) approved a resolution on December 18, 2020 for the merger of JAST TECHNIQUES PTE. LTD. and AG NET PTE. LTD., which are both wholly owned subsidiaries. AG NET will be absorbed by JAST TECHNIQUES, which will be the surviving company. Some information concerning this merger is not disclosed because this is a merger of consolidated subsidiaries.

#### 1. Purpose of merger

The purpose of this merger is to make the business operations of the JAST Group more streamlined and efficient.

#### 2. Summary of merger

##### (1) Schedule of merger

Merger date (effective date)    March 1, 2021 (tentative)

##### (2) Method of merger

An absorption-type merger between JAST TECHNIQUES, which will be the surviving company, and AG NET, which will be dissolved.

##### (3) Distribution of stock associated with the merger

Not applicable.

#### 3. Outline of the merging companies

	Surviving company	Dissolved company
(1) Company name	JAST TECHNIQUES PTE. LTD.	AG NET PTE.LTD.
(2) Location	15 Queen Street, #04-02, Singapore 188537	57 UBI Avenue 1 #05-05, UBI CENTRE SINGAPORE 408936
(3) Representative	Yoshiki Nakanishi, Managing Director	Koh Sin Guan, Managing Director
(4) Business	Development and sales of software	Development and sales of software
(5) Share capital	1,614,000 Singapore dollars	102,000 Singapore dollars
(6) Established	September 2, 1982	March 15, 2006
(7) Major shareholder and shareholding ratio	Japan System Techniques Co., Ltd.: 100%	Japan System Techniques Co., Ltd.: 100%

#### 4. Outlook

This merger will have only a negligible effect on consolidated results of operations because it is a merger of consolidated subsidiaries.