

November 10, 2021

Name of company: Meidensha Corporation
Name of representative: Takeshi Miida, President
Code Number: 6508 First Section of Tokyo Stock Exchange, First Section of
Nagoya Stock Exchange
Contact: Norio Mizutani, General Manager,
Corporate Communication Promotion Division (Tel: 03-6420-8100)

Notice regarding the termination of business and capital tie-up

Meidensha Corporation (“the Company,” hereinafter) has signed an agreement with Ono Sokki Co., Ltd. (Code number: 6858) on the termination of the contract signed on July 29, 2009, regarding their business and capital tie-up. The details of this issue are as follows.

1. Reason for terminating the business and capital tie-up

Since they sealed the tie-up deal on July 29, 2009, the Company and Ono Sokki have collaborated in business areas related to the measurement, control, and analysis of automobile testing systems.

The two companies, however, decided to terminate the contract after repeated discussions on their cross-shareholding scheme from the perspective of the recent momentum of strengthening corporate governance as well as changes seen in business and social environments.

The two companies will maintain their sound relationship going forward.

2. About the termination of business and capital tie-up

In accordance with the contract, the Company holds 884,500 shares in Ono Sokki (7.89% of the total shares issued as of June 30, 2021, excluding treasury shares). With the contract termination, the Company is scheduled to sell all of its holdings to Ono Sokki.

Ono Sokki, meanwhile, holds 59,600 shares in Meiden (0.13% of the total shares issued as of September 30, 2021, excluding treasury shares) in accordance with the contract. With the contract termination, Ono Sokki will sell all of its holdings.

Meiden and Ono Sokki have individual business contracts outside the contract in question to supply products to each other. They will continue their business relationship based on these individual contracts.

In addition, the two companies will continue providing maintenance services regarding the products that were sold based on this contract as well as other products sold to clients by the two companies.

3. Outlines of the partner company with which the Company will terminate the business and capital tie-up

(1) Name of the company	Ono Sokki Co., Ltd.
(2) Address	3-9-3 Shin-Yokohama, Kohoku-ku, Yokohama, Kanagawa Prefecture
(3) Name and titles of representative	Yuji Okoshi, president and representative director
(4) Business operations	<ul style="list-style-type: none"> 1) Manufacturing and sales of electronic measuring instruments 2) Manufacturing and sales of electronic appliance instruments 3) Manufacturing and sales of electronic control equipment and related instruments 4) Sales of information processing system software for the operations stated above 5) All businesses associated with or related to the operations stated above
(5) Capital	7,134.2 million yen
(6) Date of establishment	January 20, 1954
(7) Major shareholders and their holding ratio	<p>Meidensha Corporation 7.89%</p> <p>Takeshi Katsura</p>

(As of June 30, 2021)	<p>5.85% Ono Sokki Dairiten Tokuyakuten Business Association</p> <p>5.02% MUFG Bank, Ltd.</p> <p>4.88% Ono Business Association</p> <p>4.80% Master Trust Bank of Japan, Ltd. (trust account)</p> <p>4.73% Masamichi Ono</p> <p>3.20% Custody Bank of Japan (trust account)</p> <p>2.14% Tomoko Ono</p> <p>1.74% Ono Sokki Employee Stock Ownership Plan</p> <p>1.61 %</p>	
(8) Relationship between the Company and Ono Sokki	Capital relationship	The Company holds 884,500 common shares in Ono Sokki (7.89% of the total shares issued, excluding treasury shares). Ono Sokki, meanwhile, holds 59,600 shares in the Company (0.13% of the total shares issued, excluding treasury shares).
	Personnel relationship	Mr. Keiji Kataoka, who serves as an outside director of Ono Sokki, is the Company's senior adviser. Mr. Kataoka will retire as outside director at the end of the current business year, as his term stipulated by Ono Sokki will expire.
	Business relationship	The Company and Ono Sokki mutually supply products based on individual contracts between the two companies.

	Applicability as a related party	Ono Sokki is not applicable as a related party of the Company.	
(9) Ono Sokki's business performance and financial situation in the past 3 years			
Accounting period	FY ending Dec. 2018	FY ending Dec. 2019	FY ending Dec. 2020
Consolidated net assets	14,749 million yen	15,104 million yen	14,211 million yen
Consolidated total assets	20,980 million yen	22,043 million yen	20,807 million yen
Consolidated net assets per share	1,308.01 yen	1,333.93 yen	1,249.35 yen
Consolidated net sales	14,440 million yen	13,034 million yen	11,841 million yen
Consolidated operating income or (consolidated operating loss)	962 million yen	454 million yen	(566 million yen)
Consolidated ordinary income or (consolidated ordinary loss)	1,032 million yen	499 million yen	(523 million yen)
Net income attributable to owners of the parent in the business year or (net loss attributable to owners in the parent of the business year)	692 million yen	357 million yen	(576 million yen)
Consolidated net income per share in the business year or (consolidated net loss per share in the business year)	61.57 yen	32.03 yen	(51.43 yen)
Dividend per share	17 yen	15 yen	10 yen

4. Scheduled termination of the tie-up

December 31, 2021

5. Future prospects

The impact of this issue on the Company's consolidated business performance will be minor. We will swiftly disclose any matters deemed requiring disclosure.