

January 26, 2022

SIIX Corporation
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Announcement of Notice of Merger between Consolidated Subsidiaries and Change in Specified Subsidiaries

SIIX Corporation hereby announces as described below that we decided to merge SIIX Logistics Phils., Inc. and SIIX COXON PRECISION PHILS., INC. into our consolidated subsidiary, SIIX EMS PHILIPPINES, INC., at a meeting of the Board of Directors held on January 26, 2022.

Since this merger is a merger between consolidated subsidiaries, some disclosure items and details have been omitted. In addition, SIIX Logistics Phils., Inc. and SIIX COXON PRECISION PHILS., INC. which will cease to exist as a result of this merger are specified subsidiaries.

1. Background

The purpose of consolidating the business in the Philippines into SIIX EMS PHILIPPINES, INC. is to consolidate management resources, reduce operational costs, etc., and aim for speedy decision-making and business operations.

2. Summary of the Merger

(1) Schedule of the Merger

Date of Board of Directors' resolution regarding the merger	: January 26, 2022
Execution date of merger agreement	: July 1, 2022 (scheduled)
Merger date (effective date)	: July 1, 2022 (scheduled)

(2) Method of the Merger

The merger will be an absorption-type merger with SIIX EMS PHILIPPINES, INC. as the surviving company, and SIIX Logistics Phils. Inc. and SIIX COXON PRECISION PHILS., INC. will be dissolved.

(3) Details of the Allotment in relation to the Merger

Since this merger is a merger between wholly owned subsidiaries of the Company, there will be no allocation of shares or other cash.

- (4) Treatment of stock acquisition rights and bonds with stock acquisition rights of the extinct company
No applicable matter.

3. Outline of the parties to the merger

(1) Surviving company

(1) Name	SIIX EMS PHILIPPINES, INC.
(2) Location	108 Competence Drive, Carmelray Industrial Park 1 SEPZ, Canlubang, Calamba City, Laguna, Philippines 4028
(3) Representative	Masaki Morita, Managing Director
(4) Business Description	Manufacture of electronic circuits and equipment
(5) Capital stock	USD 11mil.
(6) Date of establishment	May 2013
(7) Shareholders	SIIX CORP. 100%
(8) Operating results for the most recent fiscal year	
Total assets	USD 31 mil.
Net assets	USD 0 mil.
Net assets per share	USD 0.39
Sales	USD 16 mil.
Operating profit	USD -0mil.
Ordinary Profit	USD -1 mil.
Net Profit	USD -1 mil.
Net income per share	USD -2.35

(2) Defunct corporation

(1) Name	SIIX Logistics Phils., Inc.	SIIX COXON PRECISION PHILS., INC.
(2) Location	108 Competence Drive, Carmelray Industrial Park 1 SEPZ, Canlubang, Calamba City, Laguna, Philippines 4028	107 Competence Drive, Carmelray Industrial Park 1 SEPZ, Canlubang, Calamba City, Laguna, Philippines 4028
(3) Representative	Masaki Morita, Managing Director	Misaki Aikawa, Managing Director
(4) Business Description	Import, export and sales of electronic components	Plastic molding and mold manufacture
(5) Capital stock	USD 18 mil.	USD 14 mil.

(6) Date of establishment	February 1997	January 2014
(7) Shareholders	SIIX CORP. 100%	SIIX CORP. 100%
(8) Operating results for the most recent fiscal year		
Total assets	USD 71 mil.	USD 9mil.
Net assets	USD 36 mil.	USD -2mil.
Net assets per share	USD 41.48	USD -6.87
Sales	USD 137 mil.	USD 8mil.
Operating profit	USD 2mil.	USD -1mil.
Ordinary Profit	USD 2mil.	USD -2 mil.
Net Profit	USD 2mil.	USD -2mil.
Net income per share	USD 2.68	USD -5.30

4. Situation after the Merger

(1) Name	SIIX EMS PHILIPPINES, INC.
(2) Location	108 Competence Drive, Carmelray Industrial Park 1 SEPZ, Canlubang, Calamba City, Laguna, Philippines 4028
(3) Representative	Masaki Morita, Managing Director
(4) Business Description	Manufacture of electronic circuits and equipment, plastic molding and tooling
(5) Capital stock	USD 43 mil.
(6) Date of establishment	May 2013
(7) Shareholders	SIIX CORP. 100%

(Note) Subject to the consummation of the Merger, the Company plans to increase its capital stock to US\$43 million on July 1, 2022.

5. Outlook for the future

As this merger is a merger between consolidated subsidiaries of the Company, the impact on the Company's consolidated business performance will be minor.