



August, 26, 2020

To whom it may concern,

Company: Tamagawa Holdings, Co., Ltd.
Representative: President, Toru Masuzawa
(JASDAQ Code: 6838)
Contact: Management Planning Division, Ryota Tanaka
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Notice on Capital and Business Tie-up with Nabiq Inc.

Please be informed that we decided at the board of directors held on August 26, 2020 on the capital and business tie-up with Nabiq Inc. (headquarters: Iwata Bldg., 11, Kanda-konya-cho, Chiyoda-ku, Tokyo; Representative: Tomohito Takatsu, hereafter “Nabiq”) which is the consolidated subsidiary of JTOWER Inc. (headquarters: Eastern Aoyama Bldg., 8-5-41, Akasaka, Minato-ku, Tokyo; representative: Atsushi Tanaka; listed in Mothers of Tokyo Stock Exchange, securities code: 4485, hereafter “JTOWER”).

1. Reason for capital and business tie-up

Tamagawa Electronics, Co., Ltd., in our group has been persistent in product development based on high frequency wireless technology consistently since the foundation, and has built its unique technology as one of few expert companies of high frequency wireless / optical transmission in the country for high frequency wireless playing the essential role as the key technology in the increasingly developing informational communication field, and has realized and supplied high quality and high performance products in the public and social infrastructure fields. As for 5G, we are also developing various products to be compatible for further higher frequency and wider band.

Nabiq provides advanced outsourcing service of wireless broadband environment and promotes building of access environment with combination of the existing fixed broadband line and Wi-Fi application technology.

Under such circumstances, in collaboration between both companies, providing local 5G related service to hospitals and hotels, etc. as the targets enables both companies to exert synergy and is considered to contribute to expansion of business base and business growth, etc. Therefore, we have decided to engage in the capital and business tie-up with Nabiq.

In addition, JTOWER, Nabiq’s major shareholder focuses on infrastructure sharing to unify in-building equipment of mobile phones as its main business and holds introduction base in large facilities in the domestic IBS business and develops various related services including local 5G.

*IBS (In-Building Solution) business is the business to integrate facility investment of in-building mobile infrastructure independently conducted by each mobile carrier until now through common equipment uniquely developed by those companies.

2. Content, etc. of capital and business tie-up

(1) Content of capital tie-up

We will acquire the new shares for 50 million yen in the manner of third-party allocation of shares conducted by Nabiq. Our ownership ratio after issuance of new shares will be 9.0%.

(2) Content of business tie-up

For local 5G which is scheduled to be developed hereafter, it is necessary to provide the comprehensive package business materials provided by major telecommunication companies on the basis of each installation site including high frequency wireless technology, acquirement of license, radio zone design / installation, wired and wireless communication operation. To implement the above, it is

essential to have comprehensive system to conduct through equipment development to operation. We and Nabiq will build such comprehensive environment where local 5G installation to operation can be consistently completed through this business tie-up. We will promote collaboration for building of the optimal local 5G supply environment by bringing in necessary technology and knowhow.

We will utilize our high frequency wireless technology we have built in the past and provide the cutting-edge wireless transmission solution for the purpose of radio zone design to realize equipment development of local 5G and smooth transmission of high frequency wireless. Additionally, we aim for development toward overseas wireless solution represented by the smart city utilizing 5G technology progressing simultaneously not only in Japan but also in the world.

On the other hand, Nabiq has provided comprehensive solution including radio zone design, installation, operation of wireless broadband environment represented by Wi-Fi to the local environment such as hotels, hospitals, condominiums, schools, etc. We comprehensively provide communication solution until license acquirement, radio zone design, installation and operation necessary to add local 5G environment which will be essential hereafter. We will also provide the solution which integrate without load local 5G environment into the existing communication environment installed and in operation (wired LAN / wireless LAN/IoT device).

(3) Overview of capital and business tie-up partner

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|-----------------------------------------------------------------------|----------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| (1) Name | Nabiq Inc. |
| (2) Address | Iwata Bldg., 11, Kanda-konya-cho, Chiyoda-ku, Tokyo |
| (3) Representative's title and name | President, Tomohito Takatsu |
| (4) Business content | Provision of wireless broadband outsourcing service using Wi-Fi |
| (5) Capital fund | 300 million yen |
| (6) Foundation date | August 8, 2013 |
| (7) Major shareholder and ownership ratio | JTOWER Inc.: 53.0% Tomohito Takatsu: 10.6% MIS House Mate Co., Ltd.: 4.9% Mizuho Developmental Support No.2 Investment Business Limited Liability Union: 4% |
| (8) Relationship between the listed company and the concerned company | No applicable matters in the capital relationship, personal relationship, transactional relationship. |

4. Dates

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|----------------------------------------------|--------------------------------|
| (1) Date of resolution of board of directors | August 26, 2020 |
| (2) Date of business tie-up agreement | August 26, 2020 |
| (3) Date of investment agreement | September 11, 2020 (scheduled) |
| (4) Payment due date | September 11, 2020 (scheduled) |

5. Future prospective

There is only minor specific impact by this capital and business tie-up over our consolidated performance in the term ending March 2021, and it is considered to contribute to improvement of our performance in a long term. We will immediately inform you if any event occurs which may cause a significant impact on our consolidated performance, etc. in the future.