

Announcement about Acquisition of Shares (Conversion into Subsidiary) of Medical Device Company in Bangladesh

Nipro Corporation (“Nipro”) hereby announces that Nipro Asia Pte Ltd., its subsidiary for medical devices (main office: Singapore; President: Seigo Tsuchiya; hereinafter, “NIA”), has converted JMI Marketing Ltd., a medical device company in the People's Republic of Bangladesh (main office: Dhaka; Managing Director: Md. Abdur Razzaq; hereinafter, “JML”) into a subsidiary by subscribing shares of JML allocated to a third party.

1. Reason for acquiring shares

JML has secured a large market share in Bangladesh’s rapidly growing economy for disposable medical devices including syringes, infusion sets, and IV catheters. For this reason, Nipro has concluded that further expansion of its share as well as its businesses can be expected in this market through capital participation.

2. How Nipro acquired shares

Nipro subscribed 2,179,333 shares that JML allocated to a third party, which resulted in holding 70% voting rights for JML. Nipro is scheduled to make JML a consolidated subsidiary.

3. Overview of JMI Marketing Ltd.

Company name	JMI Marketing Ltd.
Main office	Unique Heights, Level-11, 117, Kazi Nazrul Islam Avenue, Ramna, Dhaka-1217, Bangladesh
Representatives	Chairman: Javed Iqbal Pathan Managing Director: Md. Abdur Razzaq
Capital	92,400,000 Bangladeshi taka (about 116,000,000 yen)
Established	May 16, 2017
Major shareholders and holding ratios	Javed Iqbal Pathan: 36.4% Md. Abdur Razzaq: 63.6%
Main business	Sales of syringes, infusion sets, and other medical devices

Net sales	604,000,000 Bangladeshi taka (about 780,000,000 yen)
Number of employees	258 (as of the end of November 2018)

4. Number of shares acquired and status of shares held before/after the acquisition

- (1) Number of shares held before the acquisition: 0 shares
(Percentage of voting rights held: 0.00%)
- (2) Number of shares acquired: 2,179,333
- (3) Number of shares held after the acquisition: 2,179,333
(Percentage of voting rights held: 70.00%)

5. Acquisition schedule

- (1) Date of Nipro Board of Directors resolution: August 27, 2019
- (2) Date of JML Board of Directors resolution: November 3, 2019
- (3) Date of shares acquisition: November 30, 2019

6. Business impact

The impact of the acquisition on the consolidated financial results is expected to be small in this quarter.