

Acquisition of Shares in Dialysis Information Management System Software Development Company in Belgium (Conversion into Subsidiary)

Nipro Corporation (“Nipro”) hereby announces that Nipro Europe Group Companies N.V. (Main office: Mechelen, Belgium; Representative: Tsuyoshi Yamazaki, President; “NEGC”), the Group’s regional headquarters in Europe, has acquired all outstanding shares in NephroFlow N.V. (Main office: Bruges, Belgium; Representative: Simon Dusauchoit, President; “NephroFlow”), a company that develops software for dialysis information management system in Belgium, and has turned NephroFlow into a subsidiary.

1. Reasons for acquiring shares and change of company name

In Japan, Nipro has been marketing DiaCom[®], an in-house developed dialysis information management system. However, the management has concluded that it is effective to adopt NephroFlow’s system that has already established a track record in Europe to promptly meet customers’ demands in Europe. In addition, with its aim to fulfil the growing demand for dialysis information management systems, to further grow its market share and to expand the business, Nipro has acquired the shares in NephroFlow. To that end, Nipro will (1) responsively and actively improve and develop NephroFlow’s system and (2) develop a further optimized system by incorporating the advantages of DiaCom[®] into NephroFlow’s system. Nipro has changed the name of the acquired company to Nipro Digital Technologies Europe N.V. after converting it into a subsidiary.

2. Overview of share acquisition

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| (1) Details of shares acquired: | 1,022 shares, all outstanding shares in NephroFlow (investment ratio: 100%) |
| (2) Shares acquired from: | Pollet Water Group 23.0% |
| | Simon Dusauchoit 20.7% |
| | Arne Wauters 20.7% |
| | Wouter Willaert 20.7% |
| | Others |
| (3) Date of acquisition: | December 11, 2019 |

3. Overview of NephroFlow

Company name	NephroFlow N.V.
Main office	Baron Ruzettelaan 1 Bus 1.1 8310 Bruges, Belgium
Representative	Simon Dusauchoit, President
Capital	715,700 euro (around 85 million yen)
Established	January 9, 2013
Shareholders and holding ratio	Pollet Water Group 23.0% Simon Dusauchoit 20.7% Arne Wauters 20.7% Wouter Willaert 20.7% Others
Main business	Development and sales of software for dialysis information management system
Net sales	318,000 euro (around 38 million yen)
Number of employees	9 (as of December 31, 2019)

4. Overview of new company after share acquisition

Company name	Nipro Digital Technologies Europe N.V.
Main office	Baron Ruzettelaan 1 Bus 1.1 8310 Bruges, Belgium
Representative	Shinichi Watanabe, President
Capital	715,700 euro (around 85 million yen)
Shareholders and holding ratio	NEGC 100.0%
Main business	Development and improvement of software for dialysis information management system

5. Impact on Nipro's business results

The impact of the acquisition on Nipro's consolidated financial results for the current fiscal year is expected to be minimal.