

TRANSLATION - FOR REFERENCE ONLY

Company METAWATER Co., Ltd.  
 Representative Yasushi Nakamura, President and Representative Director  
 (Securities code: 9551 First Section of Tokyo Stock Exchange)  
 Contact Akira Kato, Director and Executive General Manager,  
 Corporate Strategy Planning Division  
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### Change in the Subsidiary (Special Purpose Company)

METAWATER hereby announces that it was resolved at the meeting of the Board of Directors held on April 27, 2021, to make an investment in a special purpose company (Hereinafter referred to as the "SPC") as follows, and that the SPC is expected to become a subsidiary of METAWATER.

#### 1. Background of the Change in the Subsidiary

METAWATER made a bid, by a consortium including METAWATER, for the "Miyagi Prefecture integrated water supply, industrial waterworks, and sewage public-private partnership management project" announced on March 11, 2020; was selected as a preferred bidder by Miyagi Prefecture on March 15, 2021; and in conjunction with the conclusion of a basic agreement with Miyagi Prefecture on April 13, 2021, will gradually invest in the SPC to be established as the business entity for this project. METAWATER is expected to hold a majority of the voting rights in the SPC in order to fully utilize the track record of the largest number of SPC representatives in Japan and to properly implement the project.

#### 2. Overview of the Changing Subsidiary

(1) Name	K.K.Mizumusubi Management Miyagi
(2) Location	27-21 Tachi-machi, Aoba-ku, Sendai City
(3) Title and name of the representative	Masashi Sakai, President and Representative Director
(4) Main business activities	Implement 9 individual projects for 3 businesses (2 water supply projects, 3 industrial water supply projects, and 4 prefecture sewerage projects) as the business entity of the Miyagi Prefecture integrated water supply, industrial waterworks, and sewage public-private partnership management project.
(5) Capital	801 million yen (scheduled on May 19, 2021) 2,019 million yen (scheduled in April 2022) 3,190 million yen (scheduled in April 2023) 4,358 million yen (scheduled in April 2024) *The capital will be gradually increased according to the business development and capital requirements of the SPC, without changing the investment ratio of each company.
(6) Date of establishment	May 19, 2021 (scheduled)

(7)	Major shareholders and percentage of shares owned	METAWATER Co., Ltd.	34.5%
		Veolia Jenets K.K.	34.0%
		ORIX Corporation	15.0%
		Hitachi, Ltd.	8.0%
		Nihon Suido Consultants Co., Ltd.	3.0%
		HASHIMOTOTEN Co.,Ltd.	2.0%
		Fukken Gijyutsu Consultants Co.,Ltd.	1.0%
		Sanden Kogyo Corporation	1.0%
		Tokyu Construction Co., Ltd.	1.0%
METAWATER SERVICE Co., Ltd.	0.5%		
(8)	Relationship between the listed company and the Company	Capital relationship	It is a subsidiary of METAWATER, which has 35.0% of shares and 51.0% of voting shares.
		Personal relationship	Four of METAWATER officers and employees will serve as Directors of the Company.
		Business relationship	None in particular

### 3. Schedule

(1)	Date for the resolution of the Board of Directors	April 27, 2021
(2)	Date for the establishment of the Company	May 19, 2021 (scheduled)
(3)	Date of change	May 19, 2021 (scheduled)

### 4. Future Outlook

METAWATER is currently evaluating the impact on its consolidated earnings forecast for the fiscal year ending March 2022 of the change in the subsidiary resulting from investments in the Company. Going forward, we will notify as soon as we identify the impact on METAWATER's consolidated earnings.