



February 10, 2022

Company name	BeNext-Yumeshin Group.Co.
Name of Representative	Yutaka Nishida, Chairman and Representative Director, CEO (Code:2154 1st Section of TSE)
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Notice of Succession of Business between the Company's Subsidiaries through Company Split (Absorption-type Split)

BeNext-Yumeshin Group Co. announces that, at the Board of Directors meeting held today, the Company resolved to conduct an absorption-type company split (hereinafter referred to as the “Company Split”) to transfer the machinery & electronics division of the in-house company EG (“Yume Technology EG”) to BeNext Technologies Inc. (“BNT”), also a subsidiary of the Company, to succeed to the business.

The Company has omitted certain disclosures and details of the Company Split since this is an absorption-type split between its wholly owned consolidated subsidiaries.

1. Outline of the Company Split

(1) Objective of the Company Split

In August 2021, the Company formulated its medium-term management plan, "BY25," to achieve significant business growth in each of the sectors in which Group operates. Yume Technology EG provides machinery & electronics engineer staffing services to clients nationwide, mainly major Japanese manufacturers.

While developing concrete initiatives for the BY25 plan, the Company came to the conclusion that integrating Yume Technology EG with BNT, which operates in the same business sector, through this Company Split will help promote the Group's business in the machinery & electronics engineer staffing business. In addition, it will also provide a wider range of job opportunities to the Group's engineers, thereby contributing to the promotion of the Group's Corporate Philosophy "Open up individual potential through rewarding work."

(2) Scheme of Company Split

Yume Technology EG will be succeeded to by BNT through the Company Split with an effective date of July 1, 2022 (planned). The Company will proceed with the relevant formalities to launch the new company on the same day.

2. Schedule of the Company Split

(1) Schedule of the company split

Date of the resolution of the Board of Directors (by parties): Late April 2022 (scheduled)

Date of conclusion of the absorption-type company split agreement (by parties): Late April 2022 (scheduled)

General meeting of shareholders to approve the absorption-type company split agreement (by parties): June 2022

Effective date of the Company Split: July 1, 2022 (scheduled)

(2) Method of the Company Split

The Company Split will be conducted on July 1, 2022, in which the Yume Technology will be the splitting company and BNT will be the successor company.

(3) Details of the allotment related to the Company Split

Since the Company Split will be conducted between wholly owned subsidiaries of the Company, there will be no consideration, and no shares or other money will be allotted.

(4) Handling of stock acquisition rights and bonds with stock acquisition rights upon the Company Split

Not applicable.

(5) Change in capital due to the Company Split

There will be no decline in the Yume Technology and BNT's capital as a result of the Company Split.

(6) Rights and obligations to be succeeded by the successor company

The successor company will succeed the assets, liabilities, employment contracts and other rights and obligations as stipulated in the scope of the agreement related to the business as of the effective date.

(7) Prospects of fulfillment of obligations

The splitting company and the successor company have assets that exceed their liabilities and have sufficient assets to guarantee their fulfillment even after the split. Moreover, their profitability is also considered to be adequate to fulfill their obligations. Therefore, we judge that there is no problem in fulfilling their respective obligations after the split date.

3. Profile of companies involved in the split (as of June 30, 2021)

	Splitting company	Successor company
(1) Company name	YUME TECHNOLOGY CO., LTD	BeNEXT Technologies Inc.
(2) Location	300 Kandaneibeicho Chiyodaku Tokyo	2-14-1, Higashishinbashi, Minatoku, Tokyo
(3) Representative	President and Representative Director Daio Sato	President and Representative Director Yoshii Einobu
(4) Business Content	Engineer dispatch business	Engineer dispatch, Commissioned, Outsourced, Contracted, and Job placement business
(5) Capital	¥ 70 million	¥ 20 million
(6) Date of establishment	July 13, 1989	July 1, 2019
(7) Fiscal year-end	13,025,200 shares	1,100 shares
(8) Major shareholders and share holding ratio	June 30	June 30
(9) Shareholding ratio	Yumeshin-BeNext Group 100%	Yumeshin-BeNext Group 100%
(10) Financial position for the most recent fiscal year	YUME TECHNOLOGY CO., LTD (Fiscal year ending June 30, 2021)	BeNEXT Technologies Inc. (Fiscal year ending June 30, 2021)
① Net assets	¥2,711million	¥4,360 million
② Assets	¥5,807million	¥10,478 million
③ PBR	¥ 208.16	¥3,964,362.72
④ Net Sales	¥11,951 million	¥28,998 million
⑤ Operating income	¥379 million	¥4,572 million
⑥ Ordinary income	¥434 million	¥4,141 million
⑦ Net income attributable to owners of the parent company	¥338 million	¥2,852 million
⑧ EPS	¥33.38	¥3,764,821.24

4. Outlook

As this is the Company Split between two wholly owned subsidiaries, there will be no significant effect on the Company's consolidated financial results.