November 11, 2024

Dear all,

Company name: SUNCORPORATION
Name of representative: Ryusuke Utsumi, CEO
(Code No. 6736 TSE Standard)
Contact: Yoshimi Kimura
Senior Managing Director
(Tel 052-756-5981)

Notice Regarding the receipt of shares in Cellebrite, an equity method affiliate of SUNCORPORATION

With regard to the price adjustment clause when Cellebrite DI Ltd (Cellebrite), which is our equity method affiliate, was listed on the NASDAQ Global Select Market, Cellebrite's shares rose to US$12.5 on August 14, 2024, US$15.0 on September 13, 2024, and US$17.5 on November 1, 2024, and met the requirements. Therefore, with respect to the fulfillment of the US$12.5 condition on August 14, we are pleased to inform you that we have decided to receive 3,489,202 shares of the 5,000,000 shares.

The above is based on the reverse triangular merger agreement on April 8, 2021 entered into between Cellebrite, TWC Tech Holdings Ⅱ Corp, a sponsor of SPAC, and Cupcake Meger Sub, Inc, a subsidiary of Cellebrite, whose purpose was to have Cellebrite listed on the NASDAQ Global Select Market (NASDAQ) on August 31, 2021 (EST).
The following shares are to be issued as compensation adjustment according to the above merger. If the volume weighted average price (VWAP) of Cellebrite exceeds US$12.5, US$15, and US$17.5 on any 20 of the 30 days within 5 years of the Closing Date, for each condition met, Cellebrite will issue to its shareholders, including our company, 5,000,000 shares (up to a maximum of 15,000,000 shares) in total and to each shareholder in proportion to their holdings.

Since this compensation adjustment by Cellebrite mentioned above will be free of charge, there is no change in the operating income projection.

Also, the method of receiving the compensation adjustment upon the fulfillment of the conditions on September 13, 2024, and November 1, 2024, respectively, will be disclosed in a timely manner as soon as it is determined.