Note: This English translation is solely for reference purposes and not a legally definitive translation of the original Japanese text. In the event a difference arises regarding the meaning herein, the original Japanese version will prevail as the official authoritative version.

March 24, 2025

Company Name: DENTSU SOKEN INC.
Representative: Hirohisa Iwamoto, President, CEO & COO
(Stock Code 4812, TSE Prime Market)
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Matters Concerning Controlling Shareholders, etc.

DENTSU SOKEN INC. (hereafter: the Company) hereby announces that, with regard to Dentsu Group Inc. which is a parent company of the Company, the matters concerning controlling shareholders, etc. are as described below.

1. Trade name, etc. of the parent company, controlling shareholder (excluding the parent company), other affiliated company or parent company of other affiliated company

(As of December 31, 2024)

Name	Attribute	Ownership of voting rights (%)			Stock exchanges on which shares are listed
		Direct	Indirect	Total	
Dentsu Group Inc.	Parent company	61.8%	0.0%	61.8%	Prime Market of Tokyo Stock Exchange, Inc.

2. Position of the listed company within the corporate group associated with the parent company and other relationships between the listed company and the parent company

Dentsu Group Inc. is the parent company of the Company and holds 61.8% of the latter's voting rights.

The Company is a major company in the technology field included in the parent company's corporate group. The Company develops, maintains, and operates information systems for the parent company and its group companies, while also performing collaborative operations as a business partner.

Net sales to the parent company and its group companies accounted for 14.1% of the Company's consolidated net sales for FY2024 (from January 1, 2024 to December 31, 2024). The terms and conditions of these transactions are determined in the same manner as those of general transactions, considering factors including market prices and total cost of goods sold. In addition, the parent company has introduced a fund pooling system to improve fund efficiency, and the Company's group had deposited ¥55,961 million into this pool as of December 31, 2024. The interest rate is determined based on the same factors considered when deciding upon terms and conditions for general transactions, with market interest rates serving as an additional reference.

With regard to personnel relationships between directors with Dentsu Group Inc. and its group companies, one individual who serves as Chief Client Officer of dentsu Japan that is responsible for overseeing and supporting the Japan businesses of Dentsu Group Inc. and Managing Executive Officer responsible for Business Produce of DENTSU INC. is simultaneously serving as a director at the Company. This director has a wealth of experience and knowledge regarding corporate business, and the Company expects him to provide useful suggestions and other forms of support to its management while facilitating collaboration between the Company, its parent company, and the latter's group companies. Additionally, the Company has accepted 11 employees on loan from the parent company and its group companies.

The Board of Directors is composed of nine directors, including five independent outside directors. The percentage of independent outside directors on the Board of Directors is a majority. In addition, there are no particular restrictions on the Company's significant financial and business policies between the parent company and the Company, such as approvals in conducting business activities. the Company makes business activities and management decisions based on its own management judgment, and the Company believes that a certain degree of independence from the parent company is ensured.

3. Matters concerning transactions with controlling shareholder, etc.

The main transactions for the deposit of funds are as follows.

(from January 1, 2024 to December 31, 2024)

Class	Name	Address	Capital Stock (million yen)	Description of business, etc.	Voting right ownership (%)	Relationship with related parties	Transaction details	Transaction amount (million yen)	Account title	Balance at term-end (million yen)
Parent company	Dentsu Group Inc.	Minato-ku, Tokyo	74,609	Holding company	(held) Direct 61.8 Indirect 0.0	Direct parent company	Deposit of funds	(Deposit of funds) 76,478	Deposits paid	55,961
								(Collection of funds) 72,922		
								(Interest received) 149	Others	-

4. Status of implementation of measures to protect minority shareholders in transactions, etc. with controlling shareholders

In the deposit of funds to the parent company, the Company confirms that the interest rates on transactions are determined in the same manner as general transaction conditions, with reference to market interest rates.

END