

Translation

Notice: This document is an excerpt translation of the original Japanese document and is only for reference purposes. In the event of any discrepancy between this translated document and the original Japanese document, the latter shall prevail.

IDOM Inc.

Notice of Relocation of Head Office and Posting of Extraordinary Loss

Tokyo, July 14, 2021— IDOM Inc. ("the Company") announces that a meeting of the Board of Directors held today decided to relocate the head office and post an extraordinary loss, regarding the consolidated and non-consolidated results for the first quarter of the fiscal year ending February 28, 2022. Details are as follows.

1. Purpose of the relocation

The Company has been actively applying IT-based efficient workstyles such as the facilitation of online-based communication. These efforts were being made even before the COVID-19 pandemic.

In addition, with employees assigned to head office executing their duties mainly through telework over the past year under the COVID-19 pandemic, efforts have been made to ensure that they take advantage of IT tools and work efficiently.

Going forward, the Company is determined to continue to offer an environment in which employees further demonstrate their capabilities and facilitate new workstyles with an eye toward the post-COVID-19 situation. Based on such a stance, the Company has decided to position the head office as a place for making decisions, and change its policy to make use of satellite offices and telework, among other means, for daily communication and assignments, in addition to the head office.

2. New address and relocation date

New address: JP Tower 26F, 2-7-2 Marunouchi, Chiyoda-ku, Tokyo

Relocation date: February 2022 (plan)

* The Company will establish a new satellite office in the Hibiya Park Front located at 2-1-6 Uchisaiwai-cho, Chiyoda-ku, Tokyo and will start to use the facility in July 19, 2021.

3. Details of the extraordinary loss and amount posted

The Company has posted a head office relocation cost amounting to 856 million yen in total as an extraordinary loss in the first quarter of the fiscal year under review. The cost included the undepreciated balance of the current head office's non-current assets which was recorded under expenses, such as cost of restoration to original condition.

4. Impact on financial results

The above extraordinary loss has been reflected in the most recent revised forecasts included in the “Notice on Revisions to Results Forecasts” disclosed today.

As a result of head office relocation, the rent and common service fee are expected to decrease by 500 million yen on an annualized basis, which will contribute to the reduction of selling, general and administrative expenses for the next fiscal year (ending February 28, 2023).

5. Others

The Company's Articles of Incorporation remain unchanged because there is no change in the location of the head office (Chiyoda-ku, Tokyo) specified in the Articles of Incorporation.