

Company name: RAKSUL INC.
 Representative: Yo Nagami
 Representative Director, President and CEO
 (TSE Prime Market Code No. 4384)
 Contact: Shinnosuke Nishida
 CAO, SVP of Corporate

**Notice of Absorption-type Merger (Simplified Merger, Short Form Merger) of Two Sub-subsidiaries
 by a Consolidated Subsidiary and Change of Trade Name of the Surviving Company**

RAKSUL INC. (the “Company”) hereby announces that the Senior Vice Presidents’ meeting has resolved today to conduct an absorption-type merger (the “Merger”) in which AmidA Holdings Co., Ltd. (“AmidAHD”), a consolidated subsidiary of the Company, will be the surviving company and Hankoya.com, Inc. (“Hankoya.com”), a wholly owned subsidiary of AmidAHD, and Company AmidA Co., Ltd. (“AmidA”) will be absorbed companies, and to change the trade name of AmidAHD, which will be the surviving company, to “Hankoya.com, Inc.” as follows.

Since the Merger is between a wholly owned subsidiary and two sub-subsidiaries (simplified merger / short form merger), some disclosure items and details are omitted.

1. Purpose of the Merger

In October 2023, the Company made AmidAHD, which is engaged in the e-commerce business focusing on Japanese business stamps, a wholly owned subsidiary, with the aim of creating synergies through the sharing of know-how, expansion of cross-selling, and exchange of human resources. The company has decided to merge three companies, a consolidated subsidiaries and two sub-subsidiaries in order to enhance the efficiency of its management structure. The purpose of the Merger is to consolidate management resources and increase the corporate value of the Company’s group.

2. Summary of the Merger

(1) Schedule of the Merger

Date of resolution of the senior vice presidents meeting (the Company)	May 20, 2024
Date of resolution of the board of directors (merging companies)	May 20, 2024
Date of execution of the merger agreement	May 20, 2024
Effective date of merger	July 1, 2024

The Merger will be implemented in accordance with the simplified merger procedure to Paragraph 2 of Article 796 of the Companies Act of Japan in relation to the Company, and in accordance with the short-term merger procedure pursuant to Paragraph 1 of Article 784 of the said Act in relation to Hankoya.com and AmidA in both cases without obtaining approval at the ordinary general meeting of shareholders.

(2) Method of the Merger

The merger is an absorption-type merger with AmidAHD as the surviving company and Hankoya.com and AmidA as the absorbed company.

(3) Allocation of the Merger

There will be no allotment of shares or other cash.

- (4) Handling of the absorbed company's share options and bond certificates with share options related to the Merger
Not applicable

3. Outline of the parties involved in the Merger

	Surviving Company	Absorbed Company	Absorbed Company
(1) Company name	AmidA Holdings Co., Ltd.	Hankoya.com, Inc.	AmidA Co., Ltd.
(2) Location	Dot com Building, 1-13-1, Utsubo honcho, Nishi-ku, Osaka city, Osaka	Dot com Building, 1-13-1, Utsubo honcho, Nishi-ku, Osaka city, Osaka	Dot com Building, 1-13-1, Utsubo honcho, Nishi-ku, Osaka city, Osaka
(3) Representative	Representative Director and President: Masaru Fujita	Representative Director and President: Masaru Fujita	Representative Director and President: Masaru Fujita
(4) Business overview	Holding company	E-commerce business focusing on Japanese business stamps	Digital Marketing Business
(5) Share capital	JPY 79 MM	JPY 10 MM	JPY 10 MM
(6) Date of establishment	March 9, 2000	September 18, 2014	November 21, 2005
(7) Number of shares outstanding	4,207,763 shares	200 shares	200 shares
(8) Fiscal term	June 30	June 30	June 30
(9) Major shareholders and shareholding ratio	RAKSUL INC. 100%	AmidA Holdings Co., Ltd. 100%	AmidA Holdings Co., Ltd. 100%
(10) Financial position and operating results for the previous fiscal year			
Fiscal Year	Fiscal year ended June 30, 2023 (Consolidated)	Fiscal year ended June 30, 2023 (Non- consolidated)	Fiscal year ended June 30, 2023 (Non- consolidated)
Net assets	JPY 2,392 MM	JPY 752 MM	JPY 249 MM
Total assets	JPY 3,011 MM	JPY 3,011 MM	JPY 340 MM
Net sales	JPY 3,011 MM	JPY 3,011 MM	JPY 340 MM
Operating profit	JPY 443 MM	JPY 254 MM	JPY 45 MM
Ordinary profit	JPY 439 MM	JPY 254 MM	JPY 44 MM
Net profit	JPY 293 MM	JPY 167 MM	JPY 32 MM

4. Change of Company Name

(1) Reason for Change

In conjunction with the Merger described above, the company name of the surviving company and the name of the operation service of the Insho E-commerce site, which is the core business and has an elevated level of recognition, will be made the same to change the trade name for the purpose of further improving corporate value.

(2) Details of Change

Former Company Name: AmidA Holdings Co., Ltd.

New Company Name: Hankoya.com, Inc.

(3) Date of Change

July 1, 2024

5. Status after the merger

(1) Company name	Hankoya.com, Inc.
(2) Location	Dot com Building, 1-13-1, Utsubo honcho, Nishi-ku, Osaka city, Osaka
(3) Representative	Representative Director and President: Shinpei Yanagi
(4) Business overview	E-commerce business focusing on Japanese business stamps
(5) Share capital	JPY 79 MM
(6) Fiscal term	July 31
(9) Major shareholders and shareholding ratio	RAKSUL INC. 100%

(Note)1. Representative Director and President Masaru Fujita will retire on June 28, 2024, and Shinpei Yanagi will be appointed as the position of Representative Director, President and CEO with the approval of the extraordinary general meeting of shareholders of AmidAHD held on the same day and the mutual election of directors.

2. Regarding the fiscal year, the 25th fiscal year beginning from 1 July 2023 will be a 12-month period ending 30 June 2024, and the 26th fiscal year, beginning from 1 July 2024 will be a 13-month period ending 31 July 2025.

6. Future outlook

As the Merger is an absorption-type merger between the Company's consolidated subsidiaries, the impact on the Company's consolidated results for the year ending July 31, 2024 will be minimal.