

2021/8/31

Company:	CYBERDYNE Inc.
Name of Representative:	Yoshiyuki Sankai, President and CEO
Code:	7779 (Mothers Section of the Tokyo Stock Exchange)
Contact:	Shinji Uga, Director and CFO (Tel. +81-29-869-9981)

【News】 Notice regarding the acquisition of C2, developer of smartphone app “JUKUSUI”

To expand business towards the healthcare field, the Board of Directors of CYBERDYNE Inc. (the “Company”) approved the resolution to acquire the entire share of C2, Inc (“C2”), a company known for the development of the smartphone app “JUKUSUI” that supports sleep management of its users. Accordingly, the Company signed the contract to acquire C2 shares, and CYBERDYNE now possesses all shares of C2. Furthermore, due to the event, C2 will become a subsidiary of the Company.

1. The objective of the acquisition

C2 is a company known for the development of healthcare apps for smartphones. JUKUSUI, developed by C2, now has over 3.2 million downloads, ranking the app as one of the most successful healthcare apps in the country. Three hundred thousand active users per month use the app, and there are over 75 million accumulated data about how people sleep.

In addition to Wearable Cyborg HAL, CYBERDYNE also develops small vital sensors to prevent or detect early disease symptoms. The Company is applying further development to this product to expand its functions. By adding C2 into the Company group, the Company aims to link CYBERDYNE’s devices with the healthcare app developed by C2. The Company decided to acquire C2 as its user basis set through JUKUSUI could accelerate the healthcare business of the Company group and contribute to improving its corporate value.

2. Outline of changes subsidiaries

(1)	Name	C2, Inc
(2)	Location	4F, Yushima Ota Building, 2-29-3 Yushima, Bunkyo-ku, Tokyo, Japan
(3)	Representative	CEO: Akio Yasuda
(4)	Outline of business	Development/management of smartphone app “JUKUSUI” (Please refer to the supplemental document for further information) https://jukusui.com/en/ Planning, development, and operation of web solutions for smartphones
(5)	Capital	¥10 million
(6)	Founded	August 3, 2009
(7)	Major shareholders and their shareholding ratios	Not disclosed due to intention of the counterparty
(8)	Relationship with	Capital No item to report

listed company and C2, Inc	Personal	No item to report	
	Business	No item to report	
(9) Financial position and operating results of the company for the past three years			
Fiscal year	The fiscal year ended September 2018*	The fiscal year ended September 2019	The fiscal year ended September 2020
Net assets	¥402 million	¥441 million	¥66 million
Total assets	¥443 million	¥521 million	¥209 million
Net assets per share	¥2,007,939.34	¥2,205,899.11	¥329,995.88
Net sales	¥29 million	¥396 million	¥432 million
Operating income	Negative ¥16 million	¥51 million	¥33 million
Ordinary income	Negative ¥15 million	¥58 million	¥36 million
Net income (loss)	Negative ¥10 million	¥40 million	¥25 million
Net income per share	Negative ¥50,370.89	¥197,959.78	¥124,096.77
Dividends per share	¥0.00	¥0.00	¥2,000,000.00

*Note Operating results for the fiscal year ended September 2018 are for the two months from August 1, 2018, to September 30, 2018, due to a change in the fiscal year-end.

3. Outline of the counterparty of the acquisition

The information is not disclosed due to the intention of the counterparty. There is no capital, personal, or business relationships to be noted between the Company and the counterparty.

4. Number of shares to be acquired, acquisition price, and status of shares held before and after the acquisition

(1) Number of shares held before the acquisition	- shares (Shareholding ratio -%)
(2) Number of shares acquired	200 shares
(3) Acquisition cost	This information is not disclosed due to the intention of the counterparty. However, the Company determined the share value fairly and appropriately by considering the calculation results of the share value by a third-party calculation institution.
(4) Number of shares held after the acquisition	200 shares (Percentage of voting rights owned: 100%)

5. Schedule

(1) Date of resolution by Board of Directors	August 31, 2021
(2) Date of contract execution	August 31, 2021
(3) The execution date of share transfer	August 31, 2021

6. Prospect

As a result of this acquisition, C2 will become a consolidated subsidiary of the Company from the consolidated six months ending September 30, 2022. The impact of this acquisition on the Company's consolidated business performance towards the fiscal year ending March 31, 2022, is currently under scrutiny and will be disclosed as soon as there is a need to do so.