

## **KITA KOUDENSHA to Become Subsidiary of Kinden**

**TOKYO, March 3, 2025** – Kinden Corporation (TOKYO: 1944) and Mitsubishi Electric Corporation (TOKYO: 6503) have today concluded a stock purchase agreement under the terms of which Kinden will acquire all shares of KITA KOUDENSHA Corporation currently held by Mitsubishi Electric. This transaction is subject to approval by the relevant authorities and is scheduled to be completed by April 1, 2025. Subject to this approval, KITA KOUDENSHA will become a subsidiary of Kinden.

Established in 1951, KITA KOUDENSHA has long supported local communities in Hokkaido through electrical installation work, the building of social and industrial infrastructure, and the creation of comfortable office and living spaces. The company is currently engaged primarily in indoor wiring work, power-related construction, and sales of industrial equipment.

In its mid-term management plan “Sustainable Growth 2026 - Human Resources, Heart, and Toward the Future,” Kinden aims to achieve sustainable growth group-wide by further strengthening its business foundations and implementing its business strategies, which are complemented by its strategies covering human resources, workstyles, corporate topics and the environment.

The Hokkaido economy is expected to thrive in the future due to strong demand in areas such as construction projects for redevelopment, as well as buoyant demand for renewable energy projects. In Hokkaido, KITA KOUDENSHA has a track record of project achievements, a strong customer network, abundant engineering resources, and a firm structure underpinning its construction operations. By having KITA KOUDENSHA join the Kinden Group, the two companies will be able to complement, share and leverage management resources, and further strengthen their business foundation by rooting themselves even more deeply within the Hokkaido community; this will help the entire Kinden Group win more orders and establish a stronger presence in the region.

Having received a request for support from KITA KOUDENSHA, on April 15, 2024 Mitsubishi Electric made the company a wholly-owned subsidiary, subsequently providing it with financial support while striving for a swift and fundamental improvement in its performance.

In the meantime, Mitsubishi Electric is reorganizing its portfolio of affiliated companies based on a strategy of focusing on intensive investment in key growth businesses. The company has therefore decided that, given KITA KOUDENSHA’s current operating environment, having it team up with Kinden will improve customer satisfaction and boost its range of business opportunities.

Going forward, KITA KOUDENSHA will leverage the Kinden brand and its business foundations to increase its corporate value and achieve further growth in Hokkaido.

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### **About KITA KOUDENSHA Corporation**

Established in January 1951, KITA KOUDENSHA Corporation is currently engaged in indoor wiring work, power-related construction work, and the sales of industrial equipment primarily in Hokkaido, Japan.

For more information, please visit the company's official website (in Japanese only) at:

<https://www.kitakoudensha.co.jp>

### **About Kinden Corporation**

Established in August 1944, Kinden Corporation (TOKYO: 1944) currently provides construction work for areas such as electrical facilities, instrumentation, information and communications, air conditioning and sanitation, interior systems, as well as civil and other engineering. For more information, please visit

<https://www.kinden.co.jp/english/>

### **About Mitsubishi Electric Corporation**

With more than 100 years of experience in providing reliable, high-quality products, Mitsubishi Electric Corporation (TOKYO: 6503) is a recognized world leader in the manufacture, marketing and sales of electrical and electronic equipment used in information processing and communications, space development and satellite communications, consumer electronics, industrial technology, energy, transportation and building equipment. Mitsubishi Electric enriches society with technology in the spirit of its "Changes for the Better." The company recorded a revenue of 5,257.9 billion yen (U.S.\$ 34.8 billion\*) in the fiscal year ended March 31, 2024. For more information, please visit [www.MitsubishiElectric.com](http://www.MitsubishiElectric.com)

\*U.S. dollar amounts are translated from yen at the rate of ¥151=U.S.\$1, the approximate rate on the Tokyo Foreign Exchange Market on March 31, 2024

### ***Customer Inquiries***

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Corporate Planning Division

<https://www.kinden.co.jp/toiawase/> (in Japanese only)

Mitsubishi Electric Corporation

Associated Companies Div.

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### ***Media Inquiries***

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