

February 17, 2022

iSigma Partners Corporation

Agreement to Transfer All of Its Shares of KYOTO SEMICONDUCTOR Co., Ltd.

iSigma Business Advancement Fund II Investment Limited Partnership, managed and operated by iSigma Partners Corporation (“we”), has reached a final agreement to transfer all of its shares of KYOTO SEMICONDUCTOR Co., Ltd. (“KYOSEMI”) to Dexerials Corporation (“Dexerials”).

Since investing in KYOSEMI in July 2016, we have undertaken a number of initiatives to strengthen its business, utilizing the business knowledge and networks of the general trading company Marubeni Corporation (the parent company of iSigma Partners Corporation; “Marubeni”). These initiatives ranged from supporting sales growth with the establishment of a new factory, bringing in new talent to strengthen KYOSEMI’s management function so that it can build a stronger management foundation, enhancing its earnings, and improving its corporate value.

Based on an appropriate evaluation of KYOSEMI’s business by Dexerials, together with the estimated compatibility of Dexerials and KYOSEMI’s existing businesses, we have determined that KYOSEMI is likely to achieve continued growth as a member of the Dexerials Group, and consequently reached the decision to transfer the shares.

The transfer is scheduled to occur later in March.

KYOTO SEMICONDUCTOR Co., Ltd.

Established: April 1980

Representative: Tsuneo Takahashi, President and CEO

Location: Kyoto City, Kyoto

Business: Development and Manufacturing of opto semiconductor devices

URL: <https://www.kyosemi.co.jp>