

January 5, 2022

Announcement: Discontinuance of synthetic experiment business

We announce the discontinuance of the synthetic experiment business, which has been conducted through WDB Chemical Laboratory Co., Ltd. and WDB India Pvt. Ltd., both of which are wholly owned subsidiaries of WDB Holdings Co., Ltd. (“the Company”).

Consequently, WDB Chemical Laboratory Co., Ltd. will be merged with WDB Co., Ltd., a wholly owned subsidiary of the Company, on January 28, 2022, while WDB India Pvt. Ltd. will be liquidated.

1. Reason of business discontinuance

WDB Chemical Laboratory Co., Ltd. and WDB India Pvt. Ltd., have provided a synthetic experiment service centered on drug discovery research. However, since we cannot see future growth, we decided that to discontinue the business and to concentrate management resources on the core business would lead to an increase in the overall value of the Group.

2. Summary of merger of WDB Chemical Laboratory Co., Ltd. and WDB Co., Ltd.

(1) Schedule

Merger Agreement Approval by Board of Directors	November 5, 2021
Conclusion of Merger Agreement	November 5, 2021
General Meeting of Shareholders Approving Merger Agreement	November 17, 2021
Merger Date (Effective Date)	January 28, 2022

(2) Merger method

This is an acquisition of WDB Chemical Laboratory Co., Ltd. by WDB Co., Ltd. as the surviving company. WDB Chemical Laboratory Co., Ltd. will be dissolved.

(3) Share treatment in this merger

There will be no issuance of new shares or no monetary payment in association with the merger.

(4) Warrants and bonds with stock acquisition rights of the dissolving company

There are no warrants or stock acquisition rights issued by the dissolving company.

3. WDB INDIA PVT. LTD. liquidation schedule

Liquidation will be completed as soon as the necessary procedures are completed in accordance with the laws.

4. Influence on financial results

We foresee no material influence on financial results for the current fiscal year by the merger.