



September 29, 2022

To all parties concerned,

Company Name: Hitachi Transport System, Ltd.
Name of Representative: Hiroaki Takagi
Representative Executive Officer, President, and COO
(Code: 9086, Prime Market of the Tokyo Stock Exchange)
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**Acquisition of Shares of a Dutch International Freight Forwarding Company
(To Become a Wholly Owned Subsidiary)**

Hitachi Transport System, Ltd. (the “Company”) hereby announces that, the Company resolved, at the board of directors’ meeting held today, to enter into a share purchase agreement to acquire all shares of the Dutch international freight forwarding company Cyber Freight International Holding B.V. (“CyberFreight”).

1. Rationale for the Transaction

CyberFreight has its headquarters, warehouse, and air freight forwarding office near Amsterdam Airport Schiphol in the Netherlands and its ocean freight forwarding office near the Port of Rotterdam, offering one-stop solutions comprising eight types of services to a wide range of customers mainly in pharmaceutical, food, manufacturing and retailing sectors. The Company has expanded its business domains targeting the pharmaceutical sector by acquiring necessary certifications and licenses including GDP*1 and CEIV Pharma*2 since 2011 as well as establishing facilities capable of three-temperature zone management (at 15°C to 25°C, 2°C to 8°C, and -80°C) and a cleanroom for unpacking inspection of pharmaceuticals. The Company maintains a high level of service quality with highly trained staff handling pharmaceuticals, and conducts extensive business with pharmaceutical customers around the world, earning high trust and recognition from them.

The Company group positions the medical logistics business as one of its focus areas and is promoting initiatives to create a high-quality supply chain for temperature-controlled transport of pharmaceuticals, including establishing GDP-compliant domestic sites such as East Japan II Medical DC and acquiring CEIV Pharma certification at Kansai International Airport and Narita International Airport.

The Company group has set a goal to “reinforce and expand overseas business” as part of its priority measures under the Mid-term Management Plan (LOGISTEED2024) and is expanding its business in the growing areas and markets in Europe. The acquisition of the shares of CyberFreight is expected to expand the pharmaceutical logistics business in the global market through a joint effort to develop sales to Japanese and foreign pharmaceutical customers leveraging CyberFreight’s knowledge of pharmaceutical operations and its forwarding network.

*1 GDP (Good Distribution Practice) : ”Appropriate distribution standard for medical supply” to ensure strict quality control

*2 CEIV Pharma (The Center of Excellence for Independent Validators in Pharmaceutical Logistics) : It is a uniform international standard of a quality certification for air transport of pharmaceutical products at controlled temperatures developed by the International Air Transport Association(IATA)

2. Overview of the Target Companies

(1)	Name	Cyber Freight International Holding B.V.		
(2)	Location	Markkaweg 1, 2153 NB Nieuw-Vennep, the Netherlands		
(3)	Name and Title of Representative	CEO / Jacques Van den Berg		
(4)	Description of Business	[1]Air Freight Forwarding, [2]Ocean Freight Forwarding, [3]Warehousing and Delivery, [4]Project cargo, [5]Trilateral transportation, [6]Customs Clearance, [7]Intra-EU transportation, [8]Rail transportation to/from China		
(5)	Capital	20,000 EUR (2,800,200 JPY)		
(6)	Date of Establishment	October 7, 1999		
(7)	Major Shareholders and Ownership Percentage	Stichting Administratiekantoor Cyber Freight International Holding 100%		
(8)	Relationship Between the Company and Said Company	Capital Relationship	Not applicable	
		Personnel Relationship	Not applicable	
		Business Relationship	Not applicable	
(9)	Consolidated operating results and consolidated financial positions of said company for the last three years			
	As of / The year ended	December 31, 2019	December 31, 2020	December 31, 2021
	Total equity	1,261 KEUR (176,553 KJPY)	1,574 KEUR (220,376 KJPY)	2,349 KEUR (328,883 KJPY)
	Total assets	5,092 KEUR (712,931 KJPY)	6,574 KEUR (920,426 KJPY)	10,789 KEUR (1,510,568 KJPY)
	Total equity per share	6.3 KEUR (882 KJPY)	7.9 KEUR (1,106 KJPY)	11.7 KEUR (1,638 KJPY)

Revenues	23,163 KEUR (3,243,052 KJPY)	26,390 KEUR (3,694,864 KJPY)	50,109 KEUR (7,015,761 KJPY)
EBIT	695 KEUR (97,307 KJPY)	876 KEUR (122,649 KJPY)	2,086 KEUR (292,061 KJPY)
Net income attributable to stockholders of the parent company	493 KEUR (69,025 KJPY)	625 KEUR (87,506KJPY)	1,551 KEUR (217,156 KJPY)
Earnings per share attributable to stockholders of the parent company	2.5 KEUR (350 KJPY)	3.1 KEUR (434 KJPY)	7.8 KEUR (1,092 KJPY)
Dividend per share	1.2 KEUR (168 KJPY)	1.6 KEUR (224 KJPY)	3.9 KEUR (546 KJPY)

* 1 EUR = 140.01 JPY (TTS on September 28, 2022) converted into Japanese yen.

3. Overview of the Counterparty to the Acquisition of Shares

(1) Name	Stichting Administratiekantoor Cyber Freight International Holding	
(2) Location	Markkaweg 1, 2153 NB Nieuw-Vennep, the Netherlands	
(3) Name and Title of Representative	Jacques Van den Berg	
(4) Description of Business	Financial Holdings	
(5) Capital	-	
(6) Date of Establishment	March 28, 2003	
(7) Total equity	-	
(8) Total assets	-	
(9) Major Shareholders and Ownership Percentage	Van den Berg Heemstede Holding B.V. 65.5% CBL Beheer B.V. 15.0%	
(10) Relationship Between the Company and Said Company	Capital Relationship	Not applicable
	Personnel Relationship	Not applicable
	Business Relationship	Not applicable
	Applicability to related parties	Not applicable

*Since the said company is a trust foundation based on Dutch law, it does not have capital, total equity, or total assets.

4. Number of Shares to be Acquired, Acquisition Costs, and Shareholding before and after Acquisition

(1)	Number of Shares Held before the Change	0 shares (Number of voting rights: 0 units) (Ratio of voting rights held: 0.0%)
(2)	Number of Shares to be Acquired	200 shares (Number of voting rights: 200 units)
(3)	Stock acquisition cost	The stock acquisition cost will not be disclosed due to confidentiality obligations between the parties.
(4)	Number of Shares Held after the Change	200 shares (Number of voting rights: 200 units) (Ratio of voting rights held: 100.0%)

5. Timetable

(1)	Board Resolution	September 29, 2022
(2)	Share Purchase Agreement	September 30, 2022 (Expected)
(3)	Closing	Mid-December 2022 (Expected)

6. Future Outlook

The impact of this share acquisition on the Company's consolidated business results is minor. In the future, if there are matters that should be announced, we will promptly notify you.

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