Realizing Our "Sampo-yoshi" Philosophy through the Largest Multifaceted Development in Japan A market-oriented perspective and an ecosystem that shares value among all stakeholders underpin our battery business. By forming one of the largest Al-equipped storage battery networks in Japan, we airh fo tainable value enhancement. In addition to pursuing functionality, we worked to design Investment of Time Leading to ecosystem optimized for homes and other partners in rega Competitive Advantage spanning sales, distribution, construction, and call center in May 2010, we launched a joint pilot project isuccultated ratiles igning the system, our distinctive business ibaraki Prefecture, for a future low-carbon transposiateogtsysteine non-resource sector truly came to the fo The multidisciplinary project combined solar powerial powerial power and the need to address power ou Electric Vehicles (EVs), storage batteries, and **or Time wise this** atural disasters, examples of Smart \$tar project, we have placed the steppingstones to application garnering attention. In addition, we have in battery business of today. This investment of tanknows of tanknows of tanknows of the decomposition of expertise and partners with at shows our test Group companies, and an optimized eco medium- to long-term vision. These essential aesets have efforted enabled us to create new opportunities. us build the competitive advantage we enjoy today. Evolution by Combining Existing Businesses Taking on Challenges beyond the Bounds with New Technologies of a General Trading Company in January 2018, we entered a capital and business alliand in the 1990s, we entered the business of prφν**ιδήριχειδπæιε**γ Holdings Ltd. of the United Kingdom, a com battery manufacturing equipment, component inateleals ages Al technology in the power platform busines other items to manufacturers. Growth in this busindes stined agreement, we acquired exclusive marketing rig pattery manufacturers' product sales. To achievapaustaipabvede Moixa's household service. The challenge growth, we recognized the need to expand outhabovialse earp, to move into a position more akin to a manubusiness and generate demand by ourselves. Austrilutianne at onfectition in this agreement under a common v the form of a household Energy Storage System (Essa) grastelation that combines storage batteries with of merely selling products, we took up the challed into a manufacturer position by forming a partrabebly weight No Forecasts and household electricity demand Corporation, a company we had begun doing business with in the past and that excelled in electronic circuits and control systems. A Thorough Market-Oriented Perspective and Overall Ecosystem Design Our first initiative was to reflect consumer demand in the aftermath of the Great East Japan Earthquake. We responded with 200V power sources that could provide emergency power for entire homes. Looking ahead to post-2019 cemand once dapan's feed-in tariff (FIT) scheme for renewable energy ended,

we secured a battery capacity of approximately 10kWh, the amount of power an average household uses in one day. It was in May 2017 that we launched the Smart Star L, offering func-

tionality competitors' products did not offer at the time.