



December 19th, 2023

Company name: NTT DATA Group Corporation
Representative: Yo Honma
President & CEO, Representative Director
(Code No.: 9613, Tokyo Stock Exchange, Prime Market)
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Notice of Change in Specified Subsidiary

NTT DATA Group Corporation (the “Company”) has decided today to establish NTT TEPCO Data Centers TMK (“TMK”) for the purpose of data center development and operation, and NTT Global Data Centers Corporation (“NTT GDC”), a subsidiary of the Company, has entered into an investors’ agreement with TEPCO Power Grid, Incorporated (“TPG”). As of now, TMK is expected to become a specified subsidiary; therefore, the Company hereby announces to that effect, while the parties will continue mutual discussions to determine the necessary conditions.

1. Reason for the Change

Following discussions with TPG, the Company today decided to jointly establish NTT TEPCO Data Centers TMK for the purpose of investing in the data center business. The Company, through its subsidiary NTT GDC, plans to make preferred equity investments in TMK jointly with TPG. The parties will continue mutual discussions to determine the necessary conditions, but as of now, TMK is expected to become a consolidated subsidiary of the Company, and the capital amount of TMK is projected to be equal to 10/100 or more of the capital amount of the Company through future investments. Therefore, TMK is expected to fall under the category of a specified subsidiary of the Company.

2. Company Profile of the Specified Subsidiary

(1)	Company Name	NTT TEPCO Data Centers TMK	
(2)	Address	C/O AOJ Tax Accountant Corporation, 4-2-10 Hatchobori, Chuo-ku, Tokyo, Japan	
(3)	Representative	One representative from TPG and one representative from NTT GDC will be appointed.	
(4)	Scope of Business	① Business pertaining to the acquisition, management and disposition of specified assets in accordance with the Asset Securitization Plans based on the Act on the Securitization of Assets in Japan ② Any other business incidental to the business pertaining to the securitization of specified assets mentioned above	
(5)	Amount of Specified Capital	100,000 yen* ¹	
(6)	Amount of Preferred Capital	None (before capital increase)	
(7)	Date of Establishment	February 2024 (planned)	
(8)	Relationship with the Company	Capital Relationship	Not applicable
		Personnel Relationship	Not applicable
		Business Relationship	Not applicable
(9)	Financial Situation and Operating Results for the Past Three Years	Not available due to planned establishment in February 2024.	

*¹ A general incorporated association to which TPG and NTT GDC will contribute funds is scheduled to undertake the specified equity investment.

3. Amount of Preferred Capital, etc. of the Subsidiary before and after the Capital Increase

Classification	Preferred Capital Amount	Preferred Equity Investment Ratio
Prior to Capital Increase	-	-
After Capital Increase	28.0 billion yen (planned)	NTT GDC: 50% ^{*2}

^{*2} As of now, TMK is expected to become a consolidated subsidiary of the Company as the Company will have substantial control over TMK.

4. Timetable

(1) Contract Date	December 19, 2023 (Today)
(2) Date of Establishment	February 2024 (planned)
(3) Preferred Equity Investment Date (initial)	March 2024 (planned) ^{*3}

^{*3} Preferred equity investments are scheduled to be made in stages after the initial investment, and TMK will become a specified subsidiary in December 2024.

5. Outlook for the Future

The impact of this matter on the Company's consolidated financial results for the fiscal year ending March 31, 2024 is expected to be negligible.

End