

DISCLAIMER

This English version of financial results is only for reference purpose. When there are any discrepancies between the original version(Japanese) and English version of the financial results, the original version always prevails.



September 11, 2020

Company Name: RS Technologies Co.,Ltd

Representative: President & Chief Executive Officer Nagayoshi Ho

Code No: 3445 TSE 1st Section

Contact: Director & Chief Financial Officer Masayuki Suzuki

(TEL:03-5709-7685)

Notice of preparing for subsidiary's Initial Public Offering (IPO)

Please be informed that the board of director held on September 11th, 2020 determined to prepare for Initial Public Offering of one of RST's subsidiaries, GRINM Semiconductor Materials Co., Ltd (GRITEK)*1. GRITEK is aiming for being a listed company at STAR Market*2 in China.

RS Technologies (RST), recognized as one of the top providers of reclaimed wafers in the world, entered prime wafer business in Chinese market in 2018. RS Technologies regards the prime wafer business in Chinese market as engine of growth. In order to strengthen the prime wafer business, GRITEK's IPO at STAR Market is one way to increase the reputation as well as the value of the company to the global market.

Even though GRITEK becomes listed in the STAR Market, GRITEK is still positioned as one of RST's subsidiary as it is. The precise date of IPO has not been fixed yet. Meanwhile, it is also possible to relinquish IPO, depending on Chinese government or securities exchange's disapproval of our IPO or our Joint Venture partner, GRINM's disagreement of IPO as worst-case scenario.

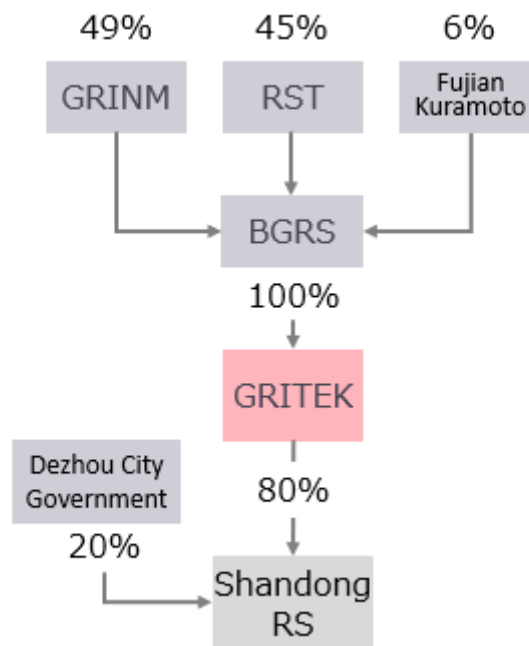
RS Technologies will immediately announce any GRITEK's IPO related-news which significantly affects RS Technologies' shares and performance by press release.

(*1) GRITEK Basic Information

Company	GRINM Semiconductor Materials Co., Ltd (GRITEK)
Address	Beisanhuan Zhong Lu, Haidian District, Beijing
Capital	1,139 million RMB (About JPY 17.3 billion)
Representative	Zhang Guohu

Establishment	June 21, 2001
Shareholder	Beijing GRINM RS Semiconductor Technology Co., Ltd. (BGRS) :100%
Note	GRITEK produces prime wafers in China. GRITEK became a part of RST's consolidated subsidiaries in 2018. As a method to keep GRITEK as a Chinese domestic firm, GRITEK became consolidated by RST by establishing a holding company, BGRS. Please see investment scheme (Table1) in detail.

(Table 1) Investment Scheme



(*2) STAR Market , also known as Shanghai's NASDAQ, opened in July 22, 2019. STAR Market mainly focuses science and technology companies. Compared to other equity market, listing requirement and procedures become eased and simplified. When the market was open, 25 companies were listed. Now, about 130 companies have been listed in the market.

This notice is for the purpose of press release to general public regarding GRITEK's IPO on STAR Market. Therefore, this notice is NOT for the solicitation of investment or any other related purposes and the statement that this notice is not for solicitation purpose is applied to any countries including Japan, China, United States and other countries. With regards to United States, selling securities of RS Technologies without registration is not allowed in the United States. The decision to purchase securities through public offering shall be made based on the information in offering memorandum or prospectus. As of now, RS Technologies Co.,Ltd does not intend to do public offering in the United States.