



October 9th, 2020

To whom it may concern:

Company Name:  **TAIYO HOLDINGS CO., LTD.**
 Representative: Eiji Sato, President and CEO
 (Code: 4626, Listed on First Section of Tokyo Stock Exchange)
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 General Manager of Corporate Planning Department
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Notice regarding establishment of Corporate Venture Fund

TAIYO HOLDINGS CO., LTD. (hereinafter, "Taiyo Holdings") hereby announces that its consolidated subsidiary TAIYO AMERICA, INC. (hereinafter, "Taiyo America") has partnered with Pegasus Tech Ventures (Headquarters: California USA, Representative : Anis Uzzaman) to establish a Corporate Venture Fund (hereinafter, "Taiyo CVC Fund") for investing in startup companies around the world.

1. Reason for establishing the fund

In line with our philosophy to become a global company that contributes to realize a pleasant society by striving for technological innovations and by launching new products and businesses, we manufacture and sell solder resists that are indispensable for printed circuit boards.

In the electronics materials business, the environment is changing drastically due to technological advances in automobile and electronic equipment and the speed of this change appears to be accelerating year after year.

Therefore in the electronics materials business, which is one of our core businesses, in order to adapt to such a dynamic environment and to aim for medium - to long-term growth of our corporate value, we will carry out investments in start-up companies that have business synergies with our business to accelerate new business development and domain expansion. We will accelerate development of new and existing business domains by incorporating the innovative ideas and technologies from the start-up companies we invest in and at the same time providing the start-up companies access to knowledge and network that we have accumulated from our experience. Although, we are already investing in companies all over the world, we believe that by developing this business in Silicon Valley in the United States, we will gain further access to cutting-edge technology from around the world.

2. Overview of the Taiyo CVC fund

(1) Name	PEGASUS TECH VENTURES COMPANY IV, L.P.
(2) Location	2680 North 1st Street, Suite 250, San Jose, CA 95134
(3) Grounds of establishment	According to Delaware Law
(4) Purpose of establishment · Investment targets	To support and invest in start-up companies we expect to have business synergy with our electronic materials business

(5) Date established	October 8th, 2020 (U.S. local time)	
(6) Fund Size	Initially US\$ 10 million, up to US\$ 30 million (Capital Call Basis)	
(7) Investors • Investment ratio	Limited Partner	Taiyo Holdings (Investment ratio 49.5%) Taiyo America (Investment ratio 49.5%)
	General Partner	Pegasus Tech Ventures Management IV, LLC (1%)
(8) Operational Period	7 years from October 2020 (with extension)	
(9) Overview of the General Partner	Name	Pegasus Tech Ventures Management IV, LLC
	Location	2680 N. 1st St., Suite 250 San Jose, California 95134, USA
	Representative Title/Name	Managing Member / Anis Uzzaman
	Business Description	Venture Capital Business
(10) Relationship between Taiyo Holdings and the Fund	Relationship between Taiyo Holdings and fund	Not applicable
	Relationship between Taiyo Holdings and General Partner	Not applicable
	Relationship between Taiyo Holdings and Local Agent	Not applicable

3. Overview of Pegasus Tech Ventures

(1) Name	Pegasus Tech Ventures, Inc.
(2) Location	2680 N. 1st St., Suite 250 San Jose, California 95134, USA
(3) Representative Title/Name	General Partner and CEO / Anis Uzzaman
(4) Business Description	Venture Capital Business
(5) Established Date	March 2012
(6) Investment Portfolio	180 companies
(7) Successful IPOs	8 companies

(8) Number of employees	110	
(9) Relationship between Taiyo Holdings and party	Capital Relationships	Not applicable
	Personal Relationships	Not applicable
	Transactional Relationships	Not applicable
	Status in relation to interested parties	Not applicable

4. Schedule

(1) Contract Date	October 8th, 2020 (U.S. local time)
(2) Date of Establishment	October 8th, 2020 (U.S. local time)

5. Future Forecast

The impact of this establishment on consolidated Business Results for the fiscal year ending March 2021 will be minor. However, we will provide prompt notice if any events that should be disclosed arise.