



(Second section of the Tokyo Stock Exchange Stock code : 2338)

Notice Regarding the Conclusion of a Basic Agreement with FOMM Corporation for the Sale and Manufacture of Electric Vehicles

(31 January 2022) **Quantum FOMM Limited** (hereinafter referred to as “**QF**”), a subsidiary of **Quantum Solutions** (hereinafter referred to as “**Company**”) and a joint venture with **FOMM Corporation** (hereinafter referred to as “**FOMM**”), have signed a **Basic Agreement** (hereinafter referred to as “**this Agreement**”) regarding manufacturing and sales of the Electric Vehicles and their parts and accessories that **FOMM** developed as follows.

1. Content of **this Agreement**

The main content of **this Agreement** is that **FOMM** shall grant **QF** the sublicense right of exclusive manufacturing and sales of “**FOMM ONE**” (hereinafter referred to as “**compact EVs**”) with all the necessary intellectual property rights (hereinafter referred to as “**the Rights**”) in the following mentioned territories (hereinafter referred to as “**territories**”). As a result, the Company group will be able to exclusively manufacture and sell the **compact EVs**.

Based on **this Agreement**, the Company group plans to outsource the procurement and manufacturing of parts for the manufacture of the **compact EVs** to **FOMM**.

Territories

Regions (countries)	China, Taiwan, Malaysia, Singapore, Indonesia, Latin America
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2. Compensation for **the Rights**

The consideration for **the Rights** is 200 million JPY.

As announced in the "Notification for Change in Use of Funds from 8th Series of Stock Acquisition Rights" disclosed separately today, the Company group has to the plan to raise 175 million JPY through the 8th Series Stock Acquisition Rights and allocate the remaining 25 million JPY from cash on hand.

3. Overview of **QF**

Company Name	Quantum FOMM Limited
Address	ROOM 701-2 EVERBRIGHT CENTRE, 108 GLOUCESTER ROAD, WANCHAI, HONG KONG
Representative	Director TUNG, CHUN FAI
Businesses	EV related business
Capital	30,000HKD (442 thousand yen)
Established date	August 5 th , 2021
Investment ratio	Asia TeleTech Investment Limited (Quantum's 100% owned subsidiary : 66.7%, FOMM : 33.3%)

4. Overview of **FOMM**

Company Name	FOMM Corporation
Address	7-7 Shinkawasaki, Saiwai-ku Kawasaki-shi, Kanagawa-ken, 212-0032, JAPAN
Representative	TSURUMAKI Hideo, CEO
Businesses	Planning, development, manufacturing and sales of compact EVs
Capital	3,505 million yen
Established date	February 4 th , 2013
Investment ratio	Banpu Next Co., Ltd. (21.5%)

The impact of this matter on the business results for the fiscal year ending February 28, 2022 will be minimal. If there are any matters to be disclosed, they will be disclosed promptly.

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