

## Translation

Notice: This document is a translation of the original Japanese document and is only for reference purposes. In the event of any discrepancy between this translated document and the original Japanese document, the latter shall prevail.

May, 10 2021

To whom it may concern:

Company name: CRESCO LTD.  
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### Notice Concerning Changes in Reportable Segments

CRESCO LTD. (the “Company”) hereby announces that, at the meeting held on May 10, 2021, the Board of Directors decided to make changes to the reportable segments from the fiscal year ending March 31, 2022 (from April 1, 2021 to March 31, 2022), as follows.

#### 1. Details of the Proposed Changes

Up until now, the “software development business” and the “embedded software development business” have been two reportable segments of the Company. However, aiming for full-scale growth of the digital solutions business with the execution of the “Medium-Term Management Plan 2023,” the first year of which is the fiscal year ending March 31, 2022, the Company has decided to change the reportable segments to the two reportable segments of the “IT services business” and the “digital solutions business” from the fiscal year ending March 31, 2022 (from April 1, 2021 to March 31, 2022).

##### (1) Segment classification prior to changes

<u>Segment classification prior to changes</u>		
Segment	Subsegment	Breakdown
Software development business	Financial services	Banking, securities, insurance, etc.
	Public service	Travel, human resources, logistics, airline, railway, electric power, broadcast, medical, etc.
	Distribution & other	Retail, real estate, information and communication, manufacturing, etc.
Embedded software development business	Telecom system	Mobile devices, etc.
	Car electronics	Digital meters, center displays, etc.
	Information appliances & other	Digital home appliances, medical equipment, control systems, etc.
Other (Product sales business, etc.)	None	Products of subsidiary “CRESCO Wireless, Inc.”

(2) Segment classification after changes

<b>Segment classification <u>after changes</u></b>		
<b>Segment</b>	<b>Subsegment</b>	<b>Breakdown</b>
IT services • Consulting • IT planning • Comprehensive services for development and maintenance	Enterprise	Information & communication, advertising, distribution service, transport Recruitment & dispatching, public, resources & energy Construction & real estate, travel & hotels Medical & health care Other
	Financial services	Banking, insurance, etc.
	Manufacturing	Automobiles, transport equipment, machinery, electronics Other
Digital solutions  Solutions group from products and services that support the realization of customers' DX	None	"Creage," "Intelligent Folder," RPA, etc.

**2. Timing of the Change**

The reportable segments will change from the settlement of accounts for the three months ending June 30, 2021 (planned to be announced in August 2021).