



(Progress of Disclosure Matters)

Notice Regarding Completion of Payment for Disposal of the Company's Treasury Shares by Way of Third-Party Allotment

KANUMA, September 6, 2023

Nakanishi Inc. (the "Company") hereby announces that it has completed the payment procedures today for the disposal of treasury shares through a third-party allotment with DCI Holdings, Inc. (Oregon U.S.A.), Spencer Management, Inc. (Oregon, U.S.A.), and Mr. Austin Unsworth as the allottees (the "Third-Party Allotment"), which was resolved at the Board of Directors meeting on August 21, 2023.

For the details of the Third-Party Allotment, please refer to "Notice Regarding Additional Acquisition of Membership Interest of DCI International, LLC by the Company's Subsidiary (Change in Consolidated Subsidiaries) and Disposal of the Company's Treasury Shares by Way of Third-Party Allotment" dated August 21, 2023 (the "Press Release dated August 21, 2023").

The additional acquisition of membership interest of DCI International, LLC (Oregon U.S.A.; "DCI") by the Company's consolidated subsidiary, NSK America Holdings Inc. (Delaware, U.S.A.; "NAH"), as announced in the Press Release dated August 21, 2023, has been completed on August 31, 2023.

Overview of the disposal

(1)	Paid-in period	From September 6, 2023 to October 31, 2023
(2)	Number of disposed shares	1,072,800 shares of common stock of the Company
(3)	Price of the disposal	USD 23.30 per share (JPY 3,395 per share) (Notes 1 and 2)
(4)	Amount of funds procured	USD 24,996,240 (JPY 3,642 million) (Notes 1 and 2)
(5)	Method of disposal or allotment (Allottees)	The following number of shares of common stock of the Company has been allotted to each of the following parties by way of third-party allotment. DCI Holdings, Inc. 681,900 shares Spencer Management, Inc. 359,400 shares Austin Unsworth 31,500 shares

Note 1 The price of the disposal and the amount of funds procured are shown with the amount converted using an exchange rate of ¥145.71 to U.S. dollar (the middle rate between the telegraphic transfer selling rate and the telegraphic transfer buying rate of the MUFG Bank, Ltd. as of August 18, 2023) in JPY and USD, respectively.

Note 2 There will be no payment in cash since this is in the form of an in-kind contribution of the claim against NAH for payment of the transfer price of DCI's membership interest by the allottees.

Note: This document is a translation of the original Japanese document and is only for reference purposes. All readers are recommended to refer to the original version in Japanese of the release for complete information.

source: Nakanishi Inc. www.nakanishi-inc.jp/ir/irnews

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About Nakanishi Inc.

To achieve the mission of "To create brilliant progress via innovative grinding technology," NSK has continued to hone the three core technologies of high-speed rotary technology, ultrasound technology and micro motor technology.

Using these core technologies, NSK will continue to provide innovative products in the dental, surgical and industrial fields, and keep contributing toward the creation of all kinds of progress, such as bringing inspiration, happiness, benefits and joy to society and people.

NSK has three main locations for development and production; RD1, headquarters and A1 factory in Kanuma, Japan.

The company's shares are listed in the Tokyo Stock Exchange.

Visit www.en.nakanishi-inc.jp for more information about Nakanishi Inc. and our products.