



April 28, 2025

To whom it may concern

Company name: HOKURIKU ELECTRICAL CONSTRUCTION CO., LTD.
 Representative: Isashi Yamazaki, President, Representative Director and CEO
 (Securities code: 1930)
 Contact: Masanori Demura, General Manager of Accounting Dept.
 (Tel: 076 - 481 - 6093)

Matters Concerning Controlling Shareholders, etc.

1. Trade name, etc. of the parent company, controlling shareholders (excluding a parent company) or other related companies

(As of March 31, 2025)

Name	Attribute	Percentage of voting rights holding (%)			Financial instruments exchange, etc. on which the share certificates issued are listed
		Direct ownership	% to be included in the total	Total	
Hokuriku Electric Power Company	Parent company	50.11	-	50.11	Prime Market, Tokyo Stock Exchange, Inc.

2. Position of the listed company within the corporate group of the parent company, etc. and other relationships between the listed company and the parent company, etc.

HOKURIKU ELECTRICAL CONSTRUCTION CO., LTD.(the “Company”) is a consolidated subsidiary of Hokuriku Electric Power Company which owns 50.11% of the Company's voting rights as of March 31, 2025.

In terms of business relationships, the Company mainly performs contracted distribution line construction and power transmission-transformation work for the Hokuriku Electric Power Group, which is led by Hokuriku Electric Power Company, and plays a part in the social mission to provide a stable supply of electricity.

As of March 31, 2025, net sales of completed construction contracts for Hokuriku Electric Power Company and Hokuriku Electric Power Transmission & Distribution Company, one of major companies in the Group, totaled 17,002 million yen, which accounted for 37.2% of the Company's total net sales of completed construction contracts.

Regarding personnel relationship, one executive officer of Hokuriku Electric Power Company concurrently serves as a director of the Company.

The Company's policy is to build a strong capital relationship and share management strategies with Hokuriku Electric Power Company and the Group companies through a cooperative relationship in order to develop a solid business structure and improve management efficiency. However, the extension wiring and air conditioning pipe work, which accounts for the majority of the Company's business transactions, is with general companies and government agencies. Therefore, although the Company has a close cooperative relationship with Hokuriku Electric Power Company, we operate autonomously based on our own management decisions at our own risk, and we have secured management independence as a listed company.

3. Matters concerning transactions with controlling shareholders, etc.

(From April 1, 2024 to March 31, 2025)

Type	Name of company, etc.	Location	Share capital (Millions of yen)	Business description	Percentage of voting rights, etc. held (%)	Relationship with related parties	Details of transactions	Transaction amount (Millions of yen)	Account title	Balance at end of period (Millions of yen)
Parent company	Hokuriku Electric Power Company	Toyama City, Toyama	117,641	Power generation and sales business	Direct: 50.11 Indirect: -	Contracting for extension wiring and air conditioning pipe work, etc.	Concurrent officers and transfers	1,722	Accounts receivable from completed construction contracts	1,041

(Note) Transaction terms and decision policies of transaction terms, etc.

Transaction terms are determined through price negotiation, taking market conditions and other factors into consideration.

4. Status of implementation of measures to protect minority shareholders in transactions, etc. with controlling shareholders

(1) Group management philosophy and policy

The Company belongs to the Hokuriku Electric Power Group, a corporate group centered on Hokuriku Electric Power Company and is a consolidated subsidiary of the company. The Company contracts with Hokuriku Electric Power Company, our parent company, and its wholly-owned subsidiaries (hereinafter collectively referred to as the "Parent Company, etc.") to perform electrical work related to power supply facilities such as power transmission and distribution facilities, and the Parent Company, etc. is an important business partner of the Company.

Based on the "Hokuriku Electric Power Group New Mid-term Management Plan (FY2023 - FY2027)" announced in April 2023, the Hokuriku Electric Power Group believes it is essential to fulfill our social mission of providing a stable supply of electric power and continue to be the company of choice for customers while aiming for comprehensive business growth and development through smooth management by group companies under close mutual cooperation. We also believe it is necessary to build a construction system with the Company at its core in response to the diversification of customer needs and the need to respond to the expected large increase in power transmission and distribution facility renovation and other projects.

The Company believes that building a stronger capital relationship between the parent company and the Company, sharing management strategies, and promoting mutual utilization of management resources will be extremely effective from the perspective of the sustainable growth and evolution of the Hokuriku Electric Power Group, which will result in contributing to the enhancement of the corporate value of the entire Hokuriku Electric Power Group.

(2) Views on independence from the parent company

We believe that the Company's independence from the Parent Company, etc. is secured, as the Company has proactively addressed the establishment and operation of its governance system through the appointment of independent outside officers and other measures. Specifically, important transactions and actions that may conflict with the interests of the Parent Company, etc. and minority shareholders are deliberated at a special committee composed of all independent outside directors and independent outside corporate auditors. Given that there is a risk of conflict of interest between the Parent Company, etc. and general shareholders of the Company, the Company strives to protect minority shareholders by appointing independent outside directors, and the Parent Company, etc. is not involved in the nomination of candidates in the appointment of independent outside directors of the Company. In addition, the Company has entered into an agreement with the parent company to respect the autonomous operation of the Company based on its own management decisions under its own responsibility.