



AVANT
GROUP



April 26, 2024

To whom it may concern

Company Name: AVANT GROUP CORPORATION
Name of Representative: Tetsuji Morikawa,
President and Group CEO
(Code: 3836, TSE Prime Market)
Inquiries: Naoyoshi Kasuga, Director and Group CFO
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Notice of Establishment of Joint Venture Company (Consolidated Subsidiary)

We hereby announce that our Board of Directors has resolved at a meeting held today to establish a joint venture company with Cygnet Infotech Private Limited. The joint venture will become a consolidated subsidiary of the Company.

1. Background of the Joint Venture

In order to obtain software development capabilities on a global level, we have outsourced the development of our software products to Cygnet Infotech Private Limited (<https://www.cygnet.one>), a globally operating company based in India. Their aim is to 'Empower lives globally with technology-enabled & data-driven solution.' While developing the Group's software products through our collaboration with the Cygnet, we discovered the growth potential of the Indian software market and the sales potential of our group's software products in India, and as a result of discussions between the two companies, we decided to establish a joint venture company through joint investment.

2. Joint Venture Business and Objectives

Through this joint venture, we will strengthen our position in the Indian market by conducting research and business development for our group's software sales in the Indian market.

3. Outline of Joint Venture Company

(1) Name	DivaCygnet Private Limited (Tentative Name)
(2) Location	Bandra Kurla Complex, Mumbai, Maharashtra
(3) Title and name of representative	CEO: Surendra Sharma
(4) Business	Research and business development of the Group's software sales in the Indian market

(5) Capital Stock	60 million Indian rupees
(6) Date of Establishment	July 1, 2024 (scheduled date)
(7) Accounting Period	March
(8) Net Assets	60 million Indian rupees
(9) Total Assets	60 million Indian rupees
(10) Investment Ratio	Avant Group Corporation: 80%. Cygnet Infotech Private Limited: 20%.

4. Outline of Joint Venture Partner

(1) Name	Cygnet Infotech Private Limited	
(2) Location	16-Swastik Society, near Amco Bank, Stadium Circle, Opposite Diamond Plaza, Navrangpura, Ahmedabad - 380009, Gujarat, India	
(3) Title and name of representative	Managing Director, Founder & CEO: Niraj Hutheesing	
(4) Business	Contracted development of software and development and sales of in-house software	
(5) Capital Stock	52 million Indian rupees	
(6) Date of Establishment	August 2000	
(7) Major Shareholders and Shareholding Ratio	Niraj Hutheesing: 87.77%.	
(8) Relationship with the Company	Capital ties	Not applicable.
	Personal relations	Not applicable.
	Business relations	The Company outsources software product development to this company.

5. Upcoming dates

(1) Date of resolution by the Board of Directors	April 26, 2024
(2) Date of conclusion of joint venture agreement	May 31, 2024 (Estimated Scheduled date)
(3) Establishment of joint venture	July 1, 2024 (Estimated Scheduled date)
(4) Business start date	July 1, 2024 (Estimated Scheduled date)

6. Future Outlook

The Company currently believes that the impact of this matter on its consolidated business results for the fiscal year ending June 30, 2024, is negligible, but will promptly announce any matters that should be disclosed in the future.

Ends