

September 11, 2024

Toda Corporation and PowerX Initiate a Capital and Business Alliance: Advancing the Use of Storage Batteries in Construction

Toda Corporation (Head Office: Chuo-ku, Tokyo; President: Otani Seisuke) and PowerX, Inc. (Head Office: Minato-ku, Tokyo; Director, President & CEO: Ito Masahiro) concluded a capital and business alliance in August 2024 with the aim of leveraging the strengths of both companies to develop businesses that utilize storage batteries. This alliance is based on Toda Corporation's acquisition of new shares through a third-party allotment in the first half of the Series C funding round recently undertaken by PowerX, which made Toda Corporation PowerX's first investor from the construction industry.

PowerX is a next-generation energy company dedicated to accelerating the growth of renewable energy by integrating the storage, transportation, and utilization of electricity. As Japan transitions toward decarbonization and expands its reliance on renewable energy, PowerX is developing innovative power and software solutions while also engaging in the domestic manufacturing and sale of storage battery products that will be essential for this transformation.

Founded in 1881, Toda Corporation is a general contractor with a history and tradition of over 140 years. Going beyond the domain of construction, the Company is also tackling new initiatives to solve social issues, such as the practical application of the sixth industrialization of agriculture, as well as renewable energy projects, including the first commercial floating offshore wind farm in Japan.

This alliance is intended to strengthen the collaboration between Toda Corporation and PowerX and build a long-term partnership between the two companies. By combining PowerX's storage batteries and services with Toda Corporation's Building Energy Management System (BEMS), the two companies will work together to increase the share of renewable energy in buildings and enhance their economic efficiency. Furthermore, in the field of renewable energy, this partnership is expected to create new energy solutions that leverage the strengths of both companies.

We will strive to optimize our business portfolio by promoting strategic investments in priority businesses and intangible assets that will drive future growth, and to achieve our mid- to long-term 8% ROE, as well as to further enhance corporate value.

