July 30, 2026

To Whom It May Concern

Company: Teijin Limited
Representative: Akimoto Uchikawa, President and CEO
Stock code: 3401 (Prime Market, Tokyo Stock Exchange)
Contact: Tetsuji Mikami, General Manager,
Corporate Communication Department
TEL: +81-3-3506-4395

(Disclosure Update) Notice on Conclusion of Absorption-Type Merger Agreement Concerning Business Integration Between Teijin Frontier Co., Ltd. and Asahi Kasei Advance Corporation

As announced in the press release dated December 1, 2025, "Notice on Conclusion of Definitive Agreement Concerning Business Integration Between Teijin Frontier Co., Ltd. and Asahi Kasei Advance Corporation", Teijin Frontier Co., Ltd. (hereinafter, "Teijin Frontier"), a wholly-owned subsidiary of Teijin Limited (hereinafter, the "Company"), and Asahi Kasei Advance Corporation (hereinafter, "Asahi Kasei Advance"), a wholly-owned subsidiary of Asahi Kasei Corporation (hereinafter, "Asahi Kasei"), concluded a basic agreement to conduct an absorption-type merger, with Teijin Frontier as the surviving company and Asahi Kasei Advance as the absorbed company, (hereinafter, the "Integration"), and to make Teijin Frontier a joint venture between the Company and Asahi Kasei after the effective date of the Integration (hereinafter, the "Definitive Agreement").

The Company hereby announces that Teijin Frontier and Asahi Kasei Advance concluded today an absorption-type merger agreement based on the Definitive Agreement, as outlined below.

Through the new integrated company, which will have stronger competitiveness and a foundation for growth, Teijin Frontier and Asahi Kasei Advance will pursue steady profit growth in customer-oriented business and aim to create sustainable value.

1. Outline of the Integration

(1) Schedule of the Integration

The schedule of the Integration is as set forth below. Please note that this schedule is a current assumption as of today and may be changed in the future due to the progress of procedures for obtaining permits and licenses relating to the Integration, the status of satisfaction of the conditions precedent to the Integration set forth in the Definitive Agreement, or other reasons.

Date of resolution by the Board of Directors concerning the conclusion of the Definitive Agreement (the Company and Asahi Kasei)	December 1, 2025
Date of conclusion of the Definitive Agreement	December 1, 2025
Date of conclusion of the absorption-type merger agreement	July 30, 2026
Date of resolution at the extraordinary shareholders' meeting*1	September 2026 (tentative)
Effective date of the Integration	October 1, 2026 (tentative)

*1 Extraordinary shareholders' meetings of Teijin Frontier and Asahi Kasei Advance

2. Status after the Integration

		Surviving company in absorption-type merger
(1)	Company name	TA Frontier Co., Ltd.
(2)	Location	Nakanoshima Festival Tower West, 2-4, Nakanoshima 3-chome, Kita-ku, Osaka
(3)	Name and title of representative	Undetermined
(4)	Line of business	Manufacturing, processing, sale and import/export of polyester and other raw yarns and staple fibers, textiles, apparel products, vehicle materials, chemicals, interior and construction materials, industrial materials, consumer products, etc.
(5)	Capital	2.0 billion yen
(6)	Shareholders and Investment Ratios	The Company: 80%, Asahi Kasei: 20%
(7)	Fiscal year-end	March 31

(Note) Items (1) to (5) and (7) above reflect the terms agreed between the Company and Asahi Kasei as of the conclusion of the absorption-type merger agreement and may be changed by the effective date of the Integration.

3. Financial Outlook

The impact of this matter on the Company's consolidated earnings has already been incorporated into the full-year consolidated earnings forecast for the fiscal year ending March 31, 2027, announced on May 11, 2026, and there is no change to the full-year consolidated earnings forecast.

- End -