September 7, 2026

To whom it may concern,

Name of company: Nippon Kayaku Co., Ltd.
Name of representative: Shigeyuki Kawamura, President
Code No.: 4272
Tokyo Stock Exchange, Prime Market
Contact: Tsutomu Kawamura, Senior Director
General Manager of Finance & Accounting Division
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Notice Regarding Making Sanko Chemical Industry Co., Ltd. a Wholly Owned Subsidiary

The Company announces that, at the Sustainable Management Meeting held on September 7, 2026, it resolved to make a demand for sale of shares pursuant to Article 179 of the Companies Act of Japan with respect to Sanko Chemical Co., Ltd. (the "Target Company"), a subsidiary of the Company, on September 8, 2026, and to commence procedures to make the Target Company a wholly owned subsidiary.

The acquisition date of the shares subject to the demand for sale is scheduled for October 13, 2026, and the Target Company is scheduled to become a wholly owned subsidiary of the Company as of the same date.

1. Overview of the Target Company
   (1) Company name: Sanko Chemical Industry Co., Ltd.
   (2) Location: 7-10-1 Ichinomiya, Samukawa-machi, Koza-gun, Kanagawa
   (3) Representative: Akira Kunugise
   (4) Principal businesses: Methyl bromide business and real estate leasing business
   (5) Capital stock: 21 million yen

2. Changes in Voting Rights Ownership Ratio
   (1) Fiscal year ended March 31, 2026: 45.0%
   (2) September 7, 2026: 89.7%
   (3) October 13, 2026: 100.0%

3. Purpose of Making the Target Company a Wholly Owned Subsidiary
   The Company has been promoting closer cooperation with the Target Company. In order to further improve the efficiency of group management and effectively utilize management resources, the Company has determined that making the Target Company a wholly owned subsidiary will contribute to enhancing the corporate value of the Nippon Kayaku Group.

4. Impact on Business Results
   A gain on bargain purchase is expected to be recognized as a result of making the Target Company a wholly owned subsidiary. The amount is currently under review; however, it is expected to be immaterial. Should any matters requiring disclosure arise in the future, the Company will promptly disclose them.