

## Notice of Capital Investment at Consolidated Subsidiary in the United States

PMP, a consolidated subsidiary in the United States, is the only manufacturer in North America of Sodium Gluconate & Derivatives, a chemical used in a variety of applications including concrete admixture, fertilizer, and food. With demand of Sodium Gluconate expected to continue to grow in the North American market, where the economy is recovering from the COVID-19 pandemic, the company aims to increase its production capacity by approximately 20% through capital investment to our existing production facilities at Peoria, Illinois. We will respond to the increased demand from our customers by this investment.

### ■ Overview of capital investment

Investment	Adding another main fermenter, tanks, etc.
Estimated Investment amount	USD 8,550,000 (Approximately 1.2 billion yen ※Exchange rate: 1USD = 140 JPY)
Financing	Will be funded by cash on hand at PMP
Estimate completion of construction	October in 2023 (Scheduled)

### ■ Financial highlights of PMP Fermentation Products, Inc.

※Data from 「Securities Report for the Fiscal Year ended March 31, 2022.」

(1) Sales	55.0 million USD	(6,172 million JPY)
(2) Ordinary profit	11.6 million USD	(1,307 million JPY)
(3) Net Income	8.4 million USD	(948 million JPY)
(4) Total net assets	41.8 million USD	(5,116 million JPY)
(5) Total assets	47.6 million USD	(5,821 million JPY)

※Exchange Rate for (1),(2), and (3) : 1USD = 112.38 JPY

Exchange Rate for (4) and (5) : 1USD = 122.41 JPY

End