

Note: This document has been translated from the Japanese original for reference purposes only. In the event of any discrepancy between this translated document and the Japanese original, the original shall prevail.

November 9, 2022

Company name: Fuso Chemical Co., Ltd.  
Name of representative: Shinichi Sugita, Representative  
Director and President  
(Securities code: 4368:  
Prime Market)  
Inquiries: Hiroyuki Ito, Executive Officer,  
Division Manager of  
Administration Division  
(Telephone: +81-03-3639-6311)

## Notice of Capital Investment

We announce that our Board of Directors has resolved at a meeting held on November 9, 2022, manufacturing facility plan for the Kashima Plant.

### 1. Purpose of Capital Investment

Demand for "Ultra High Purity Colloidal Silica", a core product of our electronic materials business, as a raw material for polishing agents has been increasing along with the progress of semiconductor miniaturization. As we have already announced \*, we are currently undergoing construction to increase production capacity at two of our plants.

(\* "Notice of Capital Investment" November 13, 2020 (Kashima Plant)  
July 12, 2021 (Kyoto Plant)

Major semiconductor companies around the world continue to aggressively expand their facilities in anticipation of growth in demand for semiconductors over the medium to long term. In anticipation of further demand growth, we have decided to make an additional capital investment in Kashima Plant. This investment is expected to increase production capacity by approximately 1.5 times from the FY2022 level when completed in 2025.

### 2. Outline of Capital Investment

Location	20 Towada, Kamisu, Ibaraki
Planned investment	Production facilities for "Ultra High Purity Colloidal Silica" and ancillary facilities
Capital Investment	20 billion yen
Financing plan	Capital and borrowings
Start of operation	July 2025 (scheduled)

### 3. Future Outlook

This capital investment will have no impact on consolidated business results for the fiscal year ending March 31, 2023. We will disclose the impact on business results for the next and subsequent fiscal years as necessary and appropriate.

End