

January 7, 2025

ADEKA CORPORATION

(China) Notice of Sale of Consolidated Subsidiary

ADEKA CORPORATION (President and Chief Executive Officer, Representative Director: Hidetaka Shirozume) is pleased to announce that we have sold our Consolidated subsidiary, ADEKA FINE CHEMICAL(SHANGHAI) CO.,LTD. (“AFCS”) , to SHANGHAI SHENGLUI PLASTIC PRODUCTS CO.,LTD. (“the buyer”) as follows.

1. Reasons for the sale

Since its establishment in 2002, AFCS has been developing its business as a manufacturing and sales base for PVC Stabilizers, Plasticizers, Hardeners for Epoxy Resins, and other products in China, while meeting market needs in various fields, including the resin industry, automobiles, home appliances, and electronics-related fields.

At the same time, in order to further streamline ADEKA Group management and build a production system that is adapted to environmental regulations in China, we have moved forward with the transfer and consolidation of the production functions of AFCS to its consolidated subsidiary, ADEKA FINE CHEMICAL (ZHEJIANG) CO.,LTD.. Now that we have reached a deal with the buyer, we have sold our subsidiary.

2. Outline of AFCS

(1) Company name	ADEKA FINE CHEMICAL (SHANGHAI) CO.,LTD.
(2) Location	228 Bnanqiao East Road, Shanyang Town, Jinshan District, Shanghai, China
(3) Representative	Sigeki Fujisawa, Chairman
(4) Description of business	Manufacture and sales of chemical products
(5) Share capital	3 million USD
(6) Established	August 2002
(7) Major shareholders and ownership ratios	ADEKA CORPORATION 100%

3. Details of trades

(1) Sale method

Equity Transfer Method

(2) Outline of the buyer

(1) Company name	SHANGHAI SHENGGUI PLASTIC PRODUCTS CO.,LTD.
(2) Location	Building 2 and 3, No. 128 Shande Road, Shanyang Town, Jinshan District, Shanghai, China
(3) Representative	LiuBingQiang, Legal Representative
(4) Description of business	Manufacture and sale of buildings, energy-saving insulation materials, etc.
(5) Share capital	15 million CNY
(6) Established	September 2005
(7) Relationship between ADEKA and the buyer	Neither capital relationship nor personal relationship nor business relationship applies.

(3) Sales price

Sale price not disclosed due to confidentiality obligations with the buyer

4. Execution date

Date of the assignment agreement	November 25, 2024
Date of transfer	January 6, 2025

5. Impact on our consolidated results

AFCS will be excluded from the scope of consolidation of the Company.

The impact of this transaction on our consolidated results for the year ended 31 March, 2025 is included in the forecasts set forth in the "Notice of revision of consolidated financial forecast and distribution of dividends from Surplus (interim dividend) and the year-end dividend forecast (dividend increase)" announced on November 12, 2024.

■ Contacts

ADEKA CORPORATION

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