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October 18, 2024

To whom it may concern:

Company name: T. HASEGAWA CO., LTD.
Listing: Prime Market, Tokyo Stock Exchange
Stock code: 4958
URL <https://www.t-hasegawa.co.jp/>
Representative: President Kenji Hasegawa
Inquiries: Senior Vice President Jun Takizawa
TEL: 03-3241-1151

Notice of Capital Increase and New Factory Construction for Consolidated Subsidiary in Malaysia

T. HASEGAWA CO., LTD. (the "Company") today announces that the Company has resolved at a Board of Directors meeting convened on October 18, 2024, to increase the capital of our consolidated subsidiary T HASEGAWA FLAVOURS (KUALA LUMPUR) SDN. BHD. (hereinafter referred to as "THKL"), to facilitate the construction of a new factory in Malaysia.

1. Reason for capital increase and new factory construction

Under its basic strategy of steadily developing its global operations, our group has been intensively investing its management resources on regions such as Japan, the United States, China, and the Asian region with a focus on Southeast Asia.

In October 2014, the Company acquired Peresscol Sdn. Bhd. (later renamed T HASEGAWA FLAVOURS (KUALA LUMPUR) SDN. BHD. (THKL) in April 2019) to serve as a core hub to accelerate our penetration into the high-growth Southeast Asian market through coordination with our sales bases in the region. Looking ahead, we will be conducting a capital increase towards THKL to cover the investment costs for constructing a production base in Malaysia's Enstek Industrial Park. This is in response to expanding local demand in the ASEAN and Halal markets, which show promise for stable mid- to long-term market expansion. The land for the factory was already acquired in 2017.

2. Outline of new factory

(1)	Location	Enstek Industrial Park, Negeri Sembilan, Malaysia
(2)	Land area	approx. 48,300 m ²
(3)	Planned Investment Amount	MYR 185,000 thousand (approx. JPY 5,920 million) *
(4)	Funding Plan	THKL's internal funds and capital increase from the Company
(5)	Scheduled Commencement	December 2026 (scheduled)

*Japanese yen equivalents shown in parentheses were obtained using a conversion rate of MYR 1 = JPY 32.

3. Outline of the subsidiary subject to capital increase

(1)	Trade Name	T HASEGAWA FLAVOURS (KUALA LUMPUR) SDN. BHD.	
(2)	Location	Kuala Lumpur, Malaysia	
(3)	Name and title of the representative	Yoichi Sawabe, Senior Managing Director, Group Executive Officer	
(4)	Nature of business	Manufacture and sales of various food and beverage flavorings	
(5)	Share capital increase	MYR 171,000 thousand (approx. JPY 5,472 million) *	
(6)	Share capital	After increase MYR 196,000 thousand (approx. JPY 6,127 million) (Before increase MYR 25,000 thousand (approx. JPY 655 million))	
(7)	Major shareholders and shareholding ratio	T. HASEGAWA CO., LTD. 100.0%	
(8)	Relationship between the listed company and the company concerned	Capital relationship	THKL has been a specified subsidiary of the Company before the share capital increase.
		Personal relationship	The Company has employees seconded to THKL.
		Business relationship	THKL purchases raw materials including flavorings from the Company.

*Japanese yen equivalents shown in parentheses were obtained using a conversion rate of MYR 1 = JPY 32.

4. Future prospects

The impact of this matter will have a negligible impact on our consolidated business performance for the fiscal year ending September 2025.

End