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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/>
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Notice of Establishment of Subsidiary (Specified Subsidiary) in China

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 establish a subsidiary for the manufacture and sale of various flavors in Pinghu City, Zhejiang Province, China.

The newly established company will be classified as a specified subsidiary of the Company because its share capital will amount more than 10 percent of the share capital of the Company.

1. Reason for establishing the subsidiary

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 January 2000, the Company established T. HASEGAWA FLAVOURS AND FRAGRANCES (SHANGHAI) CO., LTD. in Shanghai, our wholly-owned subsidiary in China. In August 2006, the Company established T. HASEGAWA FLAVOURS (SUZHOU) CO., LTD. as our second production base in China in the Suzhou Industrial Park, then our business in China has been expanding steadily. Anticipating stable market growth in China over the medium to long term, we have decided to establish a third production base in Dushan Port Economic Development Zone, Pinghu City, with a site area of approximately 37,000 square meters. This establishment is aimed at further strengthening our service structure to meet the expanding local demand and ensuring the continuity of our business.

2. Outline of the subsidiary to be established (scheduled)

(1)	Trade name	T. HASEGAWA FLAVOURS (PINGHU) CO., LTD.
(2)	Location	Dushan Port Economic Development Zone, Pinghu City, Zhejiang Province, People's Republic of China
(3)	Name and title of the representative	Toshihiko Otawa, Director&CEO, Group Executive Officer
(4)	Nature of business	Manufacture and sales of various compounded flavors and fragrances, ingredients for flavors and fragrances, food additives, and food materials.
(5)	Share capital	33,500 thousand U.S. dollars (approx. 4,857 million yen)
(6)	Date of establishment	December 2024 (scheduled)

(7)	Major shareholders and shareholding ratio	T. HASEGAWA CO., LTD. 100.0%	
(8)	Relationship between the listed company and the company concerned	Capital relationship	It will be established as a wholly-owned subsidiary of the Company.
		Personal relationship	The Company's officers and employees will concurrently serve as directors of the subsidiary.
		Business relationship	No applicable items.

*Japanese yen equivalents shown in parentheses were obtained using a conversion rate of US\$1 = 145.00 yen.

3. Future prospects

The new subsidiary is scheduled to commence full operation in December 2026 or later and will have a negligible impact on our consolidated business performance for the fiscal year ending September 2025.

End