

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.



May 15, 2026

Company name: TAOKA CHEMICAL COMPANY, LIMITED
Representative: Akira Iwasaki, President
(Securities code: 4113; TSE Standard Market)
Inquiries: Hiroyuki Tanaka, General Manager, Business Services Office
(Telephone: +81-6-7639-7400)

Matters Concerning Controlling Shareholder, etc.

Taoka Chemical Co., Ltd. (the “Company”) hereby announces that, with regard to Sumitomo Chemical Co., Ltd., which is a parent company of the Company, the matters concerning controlling shareholders, etc. are as described below.

1. Trade name, etc. of parent company, controlling shareholder (excluding parent company), other affiliated company or parent company of other affiliated company

(As of March 31, 2026)

Name	Attribute	Ratio of voting rights held (%)			Financial instruments exchange, etc. on which the issued shares, etc. are listed
		Voting rights directly held	Voting rights indirectly held (subject to aggregation)	Total	
Sumitomo Chemical Co., Ltd.	Parent company	50.62	0.29	50.91	Prime Market, Tokyo Stock Exchange

2. Positioning of the Company in the corporate group centering on the parent company, etc. and the relationships between other listed companies and the parent company, etc.

- (1) The position of the listed company within the corporate group of the parent company, etc., and a description of its business relationships, as well as its personnel and capital relationships, with the parent company and its group companies.

Our parent company is Sumitomo Chemical Co., Ltd., which holds 50.91% of the voting rights of the Company (including indirect ownership). As a member of the Sumitomo Chemical Group, a diversified chemical manufacturer, the Company maintains cooperative and collaborative relationships with the parent company and its group companies, including the purchase of basic raw materials and the supply of various chemical intermediates under toll manufacturing arrangements.

In addition, one director has been appointed from the parent company, from whom the Company receives management guidance and advice based on their experience and expertise. Furthermore, as of March 31, 2026, the Company has accepted 20 secondees from the parent company and other companies within the Sumitomo Chemical Group to fulfill personnel requirements necessary for the promotion of the Group’s business operations.

- (2) Business constraints, risks and advantages arising from belonging to the corporate group, and the impact on management and business operations from relationships with the parent company and its group companies (including business, personnel and capital relationships)

In certain business segments, the Company’s business foundation is supported by securing raw materials necessary for its production activities and ensuring the stable supply of specific products, and the Company maintains a cooperative relationship with the Sumitomo Chemical Group through a vertically integrated division of roles. In addition, the Company recognizes that its membership in the Sumitomo Chemical Group contributes to enhancing customer confidence and improving corporate value.

However, a significant portion of the Company’s business segments consists of businesses independently developed by the Company, businesses transferred from the parent company, and orders received from companies outside the Sumitomo Chemical Group. Accordingly, the Company conducts its management independently based on its own decision-making and responsibility.

- (3) Basic policy on ensuring a certain level of independence from the parent company, etc., and measures to achieve such independence

The Company and the said company are not subject to any mutual restrictions in their respective business activities.

- (4) Status of ensuring a certain level of independence from the parent company, etc.

In conducting the Group's business operations, the Company effectively utilizes management resources of the Sumitomo Chemical Group, such as its network, technological capabilities, and human resources. However, the Company's fundamental policy is to maintain autonomy in its business operations and transactions, and there are no restrictions on its business activities arising from its affiliation with the Sumitomo Chemical Group.

3. Matters concerning transactions with controlling shareholder, etc.

(for the fiscal year from April 1, 2025 to March 31, 2026)

Type	Name of company or individual	Location	Capital or investment (JPY million)	Business description or occupation	Voting rights ownership (%)	Relationship with related party	Transaction details	Transaction amount (JPY million)	Account title	Year-end balance (JPY million)
Parent company	Sumitomo Chemical Co., Ltd.	Chuo-ku, Tokyo, Japan	90,179	diversified chemical manufacturer	Direct: 50.62 / Indirect 0.29	Sales of the Company's products; purchase of Sumitomo Chemical products; concurrent officers	Sales of products (Note)	3,429	Accounts receivable - trade	961
							Purchase of raw materials (Note)	1,141	Accounts payable - trade	227

Terms and conditions of transactions and policy for determining such terms, etc.

(Note) Prices are determined through annual negotiations, taking into consideration market prices and total cost.

4. Status of implementation of measures to protect minority shareholders in transactions, etc. with controlling shareholders

In conducting its business operations, the Company's basic policy is to carry out independent management based on its own decision-making and responsibility. Transaction terms with the Sumitomo Chemical Group are determined through annual negotiations, taking into consideration market prices and total cost.

In addition, in order to ensure the fairness and transparency of transactions between the Group and the parent company group, and to contribute to the protection of minority shareholders' interests, the Company has established an Outside Directors Committee, consisting solely of outside directors.