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May 9, 2022

Company name: Modalis Therapeutics Corporation
Stock exchange listing: Tokyo Stock Exchange
Code number: 4883
URL: https://www.modalistx.com/en/
Representative: Haruhiko Morita

Notice Regarding the Recording of Non-Operating Income (Foreign Exchange Income)

Modalis Therapeutics Corporation (hereafter, "the Company") hereby announces the recording of non-operating income (foreign exchange income) for the three months ended March 31, 2022 (January 1 – March 31, 2022).

1. Details of non-operating income (foreign exchange income)

For the three months ended March 31, 2022 (January 1 – March 31, 2022), the Company recorded foreign exchange income of 24,454 thousand yen as non-operating income due to fluctuations in foreign exchanges rates. This was mainly attributed to foreign exchange income arising from revaluation of foreign currency denominated assets and liabilities of the Company.

2. Impact on earnings

Regarding the impact of the non-operating income (foreign exchange income) on earnings, please refer to "Consolidated Financial Results for the Three Months Ended March 31, 2022 (Japanese GAAP)" disclosed on May 9, 2022.