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July 5, 2023

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 Determination of Terms and Conditions of Stock Options (Share Acquisition Rights)

Modalis Therapeutics Corporation (hereafter, "the Company") hereby announces that the pending terms and conditions of the share acquisition rights, to be issued as part of the Company's 11th stock option program pursuant to the Board of Directors' resolution dated June 15, 2023, have been determined as follows:

**1. Exercise price of stock acquisition rights**

(1) Value of the Asset to be Contributed upon Exercise of Share Acquisition Rights

30,300 yen per one unit of Share Acquisition Rights (303 yen per share)

(2) Calculation Method of Exercise Price

The Exercise Price shall be the higher of either the amount obtained by multiplying the average closing price of shares of the common stock of the Company on the Tokyo Stock Exchange on each day (excluding days on which there is no trading) of the month immediately preceding the month in which the Share Acquisition Rights will be issued by 1.05 or the closing price of shares of the common stock of the Company on the Tokyo Stock Exchange on the day of allotment of the Share Acquisition Rights (if there is no trading on the day, the closing price on the immediately preceding day shall be used).

**2. Number of the Rights**

The number of the Rights to be issued shall 814 units.
(The number of units per Rights shall be 100 shares.)

**3. The class and number of shares to be issued upon exercising the Rights**

The type of shares shall be 81,400 shares of the Company's common stock.

**4. Persons to whom Share Acquisition Rights are Allocated, the Number of such Persons, and the Number of Share Acquisition Rights Allocated**

| | | |
|---|---|---|
| Company's employees | 3Persons | 460 units (46,000 shares) |
| Company's subsidiary employees | 7Persons | 354 units (35,400 shares) |