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Notice Regarding Sale of Investment Securities

June 4, 2025

Company name: CHUGAI RO CO., LTD.
Listing: Tokyo Stock Exchange
Securities code: 1964
URL: https://chugai.co.jp/en
Representative: Akira Ozaki, President
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We hereby announce that we have continued to sell a portion of the investment securities held by the Company and expect to record gains on the sale as outlined below.

1. Reason for Sale of Investment Securities

In accordance with our Basic Policy on Corporate Governance, this sale is being conducted as part of our ongoing review of cross-shareholdings and to improve capital efficiency.
We have set a target of reducing the ratio of cross-shareholdings to net assets to below 20% by the end of March 2026, and this transaction forms part of that effort.

2. Details Related to Gain on Sale and Dividend Forecast

(1) Securities to be Sold: Listed securities held by the Company
(2) Scheduled Sale Period: June 2025 (planned)
(3) Estimated Gain on Sale: Approximately JPY 1.3 billion

Note: The estimated gain is calculated based on the current market price of the securities and is subject to change depending on market conditions.

3. Outlook

The estimated gain on sale of investment securities will be recorded as extraordinary income in the consolidated financial results for the first quarter of the fiscal year ending March 31, 2026.
At this time, no revision has been made to the Company's earnings forecast. We are currently reviewing the overall impact, and if it becomes necessary to revise the forecast, we will promptly make an announcement.
This transaction is expected to contribute toward achieving the cross-shareholding reduction target mentioned above.