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August 10, 2026

To whom it may concern,

Company name: Nippon Chemical Industrial CO., LTD.
Name of representative: Hirota Tanahashi, President
(Securities Code: 4092, TSE Prime Market)
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Notice Regarding Sale of Cross-Shareholdings and Expected Recording of Extraordinary Income

Nippon Chemical Industrial CO., LTD. (the “Company”) has set targets to reduce the ratio of cross-shareholdings to net assets to 15% or less by fiscal year 2026 and to 10% or less by fiscal year 2030, and has been gradually reducing its cross-shareholdings. At a meeting of the Board of Directors held today, the Company resolved to sell a portion of the investment securities it holds, as well as shares contributed to its retirement benefit trust, as follows.

In addition, the Company will submit an Extraordinary Report to the Kanto Local Finance Bureau regarding the expected recording of extraordinary income from the sale of investment securities.

1. Reason for the Sale

   The company is working to improve capital efficiency by reducing its cross-shareholdings. As part of these efforts, the Company will sell a portion of the investment securities it holds, as well as shares contributed to its retirement benefit trust, to promote the optimal allocation of management resources.

   The proceeds from the sale of the investment securities will be used to support the sustained enhancement of corporate value, while comprehensively considering the balance between growth investments, shareholder returns, and financial soundness.

2. Details of the Sale (Planned)

   (1) Sale of Investment Securities
   - Securities to be sold: 1 listed security held by the Company
   - Gain on sale: 4 billion yen (estimated based on the current share price)

     *The amount is subject to uncertainty due to fluctuations in the share price and other factors
   - Impact on financial results: Expected to be recorded as extraordinary income in the consolidated financial statements for the fiscal year ending March 2027

   (2) Sale of Shares Contributed to a Retirement Benefit Trust
   - Securities to be sold: 4 issues
   - Expected sale proceeds: 6 billion yen
   - Impact on financial results: The impact on the consolidated financial results for the fiscal year ending March 2027 is expected to be immaterial

3. Sale Period (Planned)
   From August 12, 2026 to the end of March 2027

4. Outlook for Financial Results
   The gain on sale of investment securities described above is expected to be 4 billion yen and will be recorded as extraordinary income in the consolidated financial statements for the fiscal year ending March 2027.
   For the consolidated financial forecast for the fiscal year ending March 2027, please refer to "Notice Concerning Revisions to Financial Results Forecasts" announced today.