

December 11, 2023

Press Release

TOWA PHARMACEUTICAL CO., LTD.

Notice of Acquisition of Shares of KAMATA CO., LTD. (Acquisition as a Wholly Owned Subsidiary)

TOWA PHARMACEUTICAL CO., LTD. (Headquarters: Kadoma, Osaka; President and Representative Director: Itsuro Yoshida; hereinafter, the “Company”) announces that its Board of Directors, at its meeting held today, has passed a resolution to approve the acquisition of all shares of KAMATA Co., Ltd. (Headquarters: Shinagawa-ku, Tokyo; President and Representative Director: Izumi Kamata; hereinafter, “KAMATA”) by Sunsho Pharmaceutical Co., Ltd. (Headquarters: Fuji, Shizuoka; Representative Director and CEO: Row Imamura; hereinafter, “Sunsho Pharmaceutical”), a subsidiary of the Company, to make it its wholly owned subsidiary as follows:

1. Reason for the acquisition of shares

Sunsho Pharmaceutical is engaged in the planning, development, and contract manufacturing of health food products, pharmaceutical products, etc., and has strong competitive advantages by leveraging its excellent formulation technologies and focusing on speedy development of value-added products that meet customer needs. KAMATA is a contract development and manufacturing company of health food products specialized mainly in soft capsules. KAMATA will join the Towa Group as part of investment to increase the soft capsule manufacturing capacity of Sunsho Pharmaceutical. As a result, Sunsho Pharmaceutical is expected to improve quality and service levels that it offers to customers and to ensure a stable supply.

2. Outline of the subsidiary to be changed

(1)	Name	KAMATA CO., LTD.
(2)	Address	2-6-1, Higashioi, Shinagawa-ku, Tokyo-to
(3)	Name and title of representative	Izumi Kamata, President and Representative Director
(4)	Business	Contract manufacturer of health food products
(5)	Capital	40 million yen
(6)	Date of establishment	March 1970
(7)	Major shareholders and shareholding ratio	Izumi Kamata 69.35%

3. Future outlook

The share acquisition has only an insignificant impact on the Company's consolidated financial results for the current fiscal year.

[Inquiries]

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