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September 22, 2023

To Whom It May Concern

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(Progress of Disclosures) Progress of the new domestic base Kitakyushu Plant (tentative name)

MEC COMPANY LTD., (hereinafter, the “Company”) hereby announces that at the Board of Directors meeting held on September 22, 2023, the Company resolved to change its business plan as follows. This is the progress of the disclosures related to “Considering establishment of a new base in Japan” (announced on February 14, 2022), “Acquisition of Fixed Asset” (announced on March 17, 2023), and “Notice Concerning Conclusion of Agreement on Establishment of New Business Facility with City of Kitakyushu and Change in Total Investment Amount” (announced on April 18, 2023).

1. Reason for change in business plan

The Company has been preparing to construct a new plant but has decided to change the timing of commencing the construction and operation based on the status of procuring construction materials and equipment.

2. Outline of business plan

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|-------------------------------------|---|
| (1) Name | MEC COMPANY LTD. Kitakyushu Plant (tentative name) |
| (2) Location | 10 Koyomachi, Wakamatsu-ku, Kitakyushu City, Fukuoka Prefecture |
| (3) Site area | 29,889 m ² |
| (4) Start of construction | <u>April 2024</u> (planned) |
| (5) Total investment | Approx. 4 billion yen (including land acquisition costs) |
| (6) Investment plan | Own funds and debt financing (planned) |
| (7) Production capacity | Approx. 30,000 t/year (planned) |
| (8) Number of newly hired employees | 10 to 20 (planned) |
| (9) Commencement of operations | <u>July 2025</u> (planned) |

3. Details of change

Changes are underlined.

(4) Start of construction

(Before) October 2023 (planned) (After) April 2024 (planned)

(9) Commencement of operations

(Before) January 2025 (planned) (After) July 2025 (planned)

4. Outlook

The impact of this on the results of operations for the fiscal year ending December 2023 is minimal. We will promptly disclose any information that requires disclosure in the future.