



May 23, 2024

To All Concerned Parties

Company: Daiseki Eco. Solution Co., Ltd.  
 Representative: Hiroya Yamamoto, President and Representative Director  
 (Securities code: 1712, Standard Market of the Tokyo Stock Exchange and Premier Market of the Nagoya Stock Exchange)  
 Contact: Toshiyuki Niwa, General Manager of Headquarters of Planning and Management  
 (Tel: +81-52-819-5310)  
 Parent company of Daiseki Co., Ltd.  
 the Company:  
 Representative: Tetsuya Yamamoto, President and Representative Director  
 (Securities code: 9793, Prime Market of the Tokyo Stock Exchange and Premier Market of the Nagoya Stock Exchange)

**Matters Concerning Controlling Shareholders, Etc.**

1. Trade name, etc. of the parent company, controlling shareholders (other than the parent company), or other affiliated companies

(As of February 29, 2024)

Company Name	Attribute	Voting rights ownership (%)			Stock exchanges, etc. on which share certificates issued by the parent company, etc. are listed
		Portion of direct ownership	Portion to be aggregated	Total	
Daiseki Co., Ltd.	Parent company	54.0	-	54.0	Prime Market of the Tokyo Stock Exchange Premier Market of the Nagoya Stock Exchange

2. Position of the listed company in a corporate group of a parent company, etc. and other relationships between the listed company and a parent company, etc.

- 1) Trade, personal, and capital relationships with a parent company, etc.

The Company is a member of a corporate group centering on our parent company Daiseki Co., Ltd. (hereinafter referred to as “Daiseki Group”).

Daiseki Group is mainly engaged in industrial waste treatment and recycling of resources, composed of eight consolidated subsidiaries (the Company, Green Arrows Central Co., Ltd., Green Arrows Kyushu Co., Ltd., Sugimoto Trading Company Co., Ltd., Sugimoto Paper Industry Co., Ltd., Hokuriku Daiseki Co., Ltd., Daiseki MCR Co., Ltd., and System Kikou Co., Ltd.).

The Company performs business mainly in the field of soil contamination. In Daiseki Group, only the Company engages in businesses related to soil contamination investigation and soil remediation.

2) Business restrictions, risks, and merits arising from belonging to a corporate group of a parent company, and impacts, etc. on management/business activities from trade, personal, and capital relationships with a parent company, etc.

In the Company's business activities, it is advantageous to be able to multilaterally use the comprehensive strength of Daiseki Group.

In a relationship with Daiseki Co., Ltd., the Company conducts business management on its own management responsibility, under a basic policy of maintaining autonomy in business operations and transactions.

3) Status of ensuring a certain degree of independence from a parent company, etc.

Business foundations of each of the Daiseki Group companies have been segregated, and there is no one serving concurrently as an officer of Daiseki Co., Ltd. Accordingly, a certain degree of independence has been ensured.

### 3. Matters concerning transactions with controlling shareholders, etc.

(from March 1, 2023 to February 29, 2024)

Class	Name	Location	Capital or investment (Million yen)	Contents of business	Voting right ownership (%)	Relationship with related parties	Details of transaction	The amount of transaction (Million yen)	Account	Balance at end of the term (Million yen)
Parent company	Daiseki Co., Ltd.	Nagoya City, Aichi Prefecture	6,382	Intermediate treatment of industrial waste	(held) Direct 54.0	Entrusted with treatment of industrial waste, Entrusted with environmental analysis, Borrowing funds	Entrusted with environmental analysis and treatment of industrial waste (Note) 1	527	Accounts receivable	63
							Entrusting treatment of industrial waste (Note) 1	14	Accounts payable	1
							Repayment of borrowings (Note) 2	615	Current portion of long-term borrowings	115
							Payment of Interest (Note) 2	1	Long-term borrowings	345

Terms and conditions of transactions and policy of determination thereof, etc.

(Notes) 1. Determined after negotiation in consideration of market prices.

2. Determined after negotiation in consideration of market interest rates.

4. Status of implementing measures for protecting minority shareholders in case of transactions with controlling shareholders, etc.

Daiseki Co. Ltd. is a parent company holding 54.0% of voting rights of the Company (as of February 29, 2024).

When the Company makes an important transaction with the parent company, Independent Outside Directors appropriately provide us opinions from an objective viewpoint based on their experience and insight related to corporate management, etc. at the Board of Directors, in order for us to ensure fairness and rationality of the transaction from a perspective of improving corporate value of the Company. After that, we deliberate, consider, and carry out the transaction in such a way as not to impair the interest of minority shareholders of the Company.