



June 18, 2024

Company name: CHORI CO., LTD.
 Representative: Tatsuyuki Sakoda, President, CEO & COO
 (Code: 8014, Tokyo (Prime Market))
 Inquiries: Kazuyoshi Matsuura
 Manager, Corporate Management Dept.
 (+81-3-5781-6201)

Matters Concerning Controlling Shareholders, etc.

CHORI CO., LTD. (the “Company”) hereby announces matters concerning controlling shareholders, etc., regarding Toray Industries, Inc., the Company’s parent company, as outlined below.

1. Trade name, etc., of parent company, controlling shareholders (excluding parent company), or other subsidiaries and associates

(As of March 31, 2024)

Name	Attribute	Percentage of ownership of voting rights			Stock exchange, etc. where issued share certificates, etc. are listed
		Direct ownership	Subject to aggregation	Total	
Toray Industries, Inc.	Parent company	52.41%	-	52.41%	Tokyo Stock Exchange, Inc., Prime Market

2. Position of the listed company within the parent company’s corporate group and other relationships between the listed company and the parent company, etc.

(1) Position of the listed company within the parent company’s corporate group	Toray Industries, Inc. is the parent company of CHORI CO., LTD., owning 52.41% of the Company’s voting rights. The Company constantly works to strengthen the combination of our ability to sell and collect information on fibers and chemicals, which represent our core business, in Japan and overseas, and the parent company’s ability to develop materials in order to generate synergies and enhance corporate value for both companies.
(2) Business constraints, risks, and benefits of belonging to the parent company’s corporate group	By operating under Toray Group, the Company is able to gain a better understanding of market trends and the business environment, enhance its credibility, and enjoy other benefits that come with being a Group company.
(3) Approach to and status of ensuring a certain level of independence from the parent company, etc.	With the exception of one director who does not execute business, the executives and employees at the Company do not concurrently serve as executives or employees at the parent company or Group companies and the Company does not accept employees through transfers from the parent company or Group companies. In addition, the Company has its own management plan in place, through the execution of which we have developed our business. The Company and its parent company, Toray Industries, Inc., have entered into an agreement to implement the following items in order to achieve sustainable growth and enhance corporate value. (i) Examination of the appropriateness of maintaining the Company’s

	<p>listing</p> <p>(ii) Execution of appropriate transactions between the Company and Toray Industries, Inc.</p> <p>(iii) Ensuring the effectiveness of governance that takes into consideration the interests of the Company's general shareholders</p> <p>(iv) Appropriate execution of risk management as the Toray Group (including matters for prior consultation on certain matters pertaining to governance and internal control)</p> <p>Based on these factors, we believe that the Company's independence from the parent company, etc. in its business operations is sufficiently ensured.</p>
--	---------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------

3. Matters concerning transactions with the controlling shareholder

(From April 1, 2023, to March 31, 2024; Unit: Millions of yen)

Company type	Company name or person's name	Location	Share capital or equity investments	Description of business or occupation	Percentage of ownership (or owned) of voting rights, etc.	Relation with the related party	Details of transactions	Amount of transactions	Account	Balance at the end of fiscal year
Parent company	Toray Industries, Inc.	Chuo-ku, Tokyo	147,873	Manufacture, processing and sale and purchase of fibers, chemicals, etc.	(Owned) Directly: 52.41% Indirectly: -	Sale and purchase of fibers, chemicals, etc.; common director; borrowing of funds and deposit of funds	Sale of fibers, chemicals, etc.	1,430	Notes and accounts receivable - trade	512
							Purchase of fibers, chemicals, etc.	5,703	Notes and accounts payable - trade	1,079
							Borrowing of funds	3,000	-	-
							Deposit of funds	5,500	Deposits paid to subsidiaries and associates	3,500

Terms and conditions of transactions and policies for their determination

- Notes:
1. Terms and conditions concerning sales and purchases of fibers, chemicals, etc. are determined through negotiation based on market prices, etc.
 2. The borrowing of funds and deposit of funds are made through the Toray Group's Cash Management System. Interest rates on these transactions are determined at reasonable levels after due consideration of market interest rates. In addition, since the borrowing of funds and deposit of funds are made on a daily basis, the amounts for both transactions are reported at their maximum amounts.

4. Status of measures to protect minority shareholders when conducting transactions with controlling shareholders

Most of the Company's business transactions are with companies that are neither the parent company nor companies that belong to the parent company's corporate group. Furthermore, the Company's business development is based on its own independent decision-making.