



March 24, 2026

News Release

Company name: Daiei Kankyo Co., Ltd.
Representative: Fumio Kaneko
President and Representative Director
(Securities Code: 9336; Prime Market of TSE)
Contact: Morihiko Shimoda
Executive Officer / General Manager of
Corporate Strategy Planning Division
(TEL: +81-78-857-6600)

Notice Concerning the Transfer of Fixed Assets (Final Disposal Site)

Daiei Kankyo Co., Ltd. (the “Company”) hereby announces that, at the Board of Directors meeting held on March 24, 2026, it resolved to acquire the controlled final disposal site for industrial waste owned by Sakai Chemical Industry Co., Ltd. and its related fixed assets, as detailed below.

1. Reason for the transfer of fixed assets

The Company and its group companies (collectively with the Company, the “Group”) provide one-stop services from waste collection and transportation to intermediate treatment, recycling, and final disposal while developing a value chain for creating better environments across a wide range, including soil remediation and facility construction and administration. In the midst of the global trend toward a decarbonized society and a shift to a circular economy, we have identified five material issues and as a company responsible for social infrastructure, are advancing the maximization of social value and the Group’s value to address these issues.

Sakai Chemical Industry Co., Ltd. issued, on May 13, 2024, its “Notice Regarding Structural Reforms Aimed at Building a Highly Profitable Business Model” (disclosed only in Japanese). As the company plans to terminate its pigment-grade titanium dioxide business in the fiscal year ending March 31, 2026, the volume of industrial waste generated by this business will also decrease. While considering potential transferees for the target assets, the company has decided to transfer them to us. Following the transfer, we plan to commence operations of the final disposal site as one of our business bases. It will contribute to increasing our planned annual landfill volume and remaining capacity of final disposal sites, both of which are growth measures in our Medium-Term Management Plan, D-Plan 2028.

In addition to planned new construction and expansion of controlled final disposal sites at existing areas, the Group will continue to broaden our controlled final disposal business into new areas, thereby contributing to the formation of a sustainable recycling-oriented society, and strive for further business growth as a provider of social infrastructure.

2. Overview of the target assets

| | | | |
|-----|---------------------------------------|-------------------------------------------------------------------------------------|-------------------------------------------------------------------------------------------------------|
| (1) | Asset details | Land 437,093.00 m ² Building 248.62 m ² others | |
| (2) | Address | 18-1 Tenjinmae, Tanabe, Watanabemachi, Iwaki City, Fukushima Prefecture, and others | |
| (3) | Transfer price | 1,250 million yen | |
| (4) | Usage after the transfer | Controlled final disposal site for industrial waste | |
| (5) | Overview of permits for target assets | Type of facility | Final disposal site for industrial waste (controlled) |
| | | Location | 18-1 Tenjinmae, Tanabe, Watanabemachi, Iwaki City, Fukushima Prefecture, and 81 other parcels of land |
| | | Permitted capacity | 2,527,856 m ³ |
| | | Permitted item | Sludge (Excluding specially controlled industrial waste) (1 type) |

3. Overview of the transferor

| | | | |
|------|---------------------------------------------------------------------------------------------------------|----------------------------------------------------------------------------------------------|-----------------------------------------------------|
| (1) | Name | Sakai Chemical Industry Co., Ltd. | |
| (2) | Address | 5-2 Ebisujima-cho, Sakai-ku, Sakai City, Osaka Prefecture | |
| (3) | Representative's title and name | Toshiyuki Yagura, President Representative Director | |
| (4) | Business | Manufacture and sale of chemical industrial products | |
| (5) | Capital | 21,838 million yen | |
| (6) | Established | February 25, 1932 | |
| (7) | Net Assets | 79,386 million yen (Fiscal year ended March 2025) | |
| (8) | Total Assets | 123,319 million yen (Fiscal year ended March 2025) | |
| (9) | Major shareholders and shareholding ratios (excluding treasury stock) (as of the end of September 2025) | The Master Trust Bank of Japan, Ltd. (Trust Account) 13.70% | |
| | | Custody Bank of Japan, Ltd. (Trust Account) 7.06% | |
| | | CEPLUX-THE INDEPENDENT UCITS PLATFORM 2 (Standing proxy: Citibank, N.A., Tokyo Branch) 6.61% | |
| | | RE FUND 107-CLIENT AC (Standing proxy: Citibank, N.A., Tokyo Branch) 3.24% | |
| | | Meiji Yasuda Life Insurance Company (Standing proxy: Custody Bank of Japan, Ltd.) 2.73% | |
| (10) | Relationship of the Company with the transferor | Capital relationship | None |
| | | Personnel relationship | None |
| | | Business relationship | We engage in transactions such as waste management. |
| | | Status of related party | None |

4. Schedule

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|-----|----------------------------------------------|----------------------|
| (1) | Date of resolution by the Board of Directors | March 24, 2026 |
| (2) | Contract signing date | March 24, 2026 |
| (3) | Transfer date | April 2026 (Planned) |

5. Future outlook

Although the impact of this matter on our consolidated financial results is minimal, we will promptly announce any matters that require disclosure should they arise in the future.