

May 13, 2022

To whom it may concern:

Company name: Nichi-Iko Pharmaceutical Co., Ltd.  
Representative name: Yuichi Tamura, President & CEO  
(Securities Code: 4541, Tokyo Stock Exchange)  
Contact: Susumu Kanda, Executive Vice President,  
President Office Director  
(TEL. 076-432-2121)

### Notice of the Execution of Basic Agreement on Investment with Japan Industrial Solutions III Investment Limited

We hereby announce as follows that we have passed a resolution at today's Board of Directors meeting to execute a basic agreement on investment (the "Basic Agreement") with **Japan Industrial Solutions III Investment Limited Partnership** ("JIS"), and executed the Basic Agreement with JIS today.

#### 1. Background and Purpose of the Basic Agreement

As notified in the Notice of Formal Application and Acceptance of Business Turnaround ADR Procedure dated today, we will use the specified certified dispute resolution procedure under Act on Strengthening Industrial Competitiveness with the consent of financial institutions as related parties, with the aim of establishing a solid profit structure and drastically improving our financial position to reestablish growth.

Given these circumstances, in addition to our own improvement measures, we have today executed the Basic Agreement with JIS with the aim of establishing a solid profit structure, drastically improving our financial position and achieving sustained growth.

#### 2. Details of the Basic Agreement

In the Basic Agreement, it is confirmed that JIS intends to invest up to around 20 billion yen in the Company and agreed that the parties will consult with each other in good faith, aiming to execute a final investment agreement.

Meanwhile, we have not agreed any provisions to prevent us from making a proposal for, negotiating or discussing a transaction with respect to the investment, etc. with a third party other than JIS.

#### 3. Outline of JIS (as of May 13, 2022)

|   |  |                                      |
|---|--|--------------------------------------|
| (1) Name  | Japan Industrial Solutions III Investment Limited Partnership  |                                      |
| (2) Address   | 2-2-2 Marunouchi, Chiyoda-ku, Tokyo  |                                      |
| (3) Grounds for establishment of JIS                  | Limited Partnership Act for Investment   |                                      |
| (4) Purpose of formation                              | Acquisition of securities, etc.  |                                      |
| (5) Date of formation                                 | September 30, 2021   |                                      |
| (6) Outline of investor                               | Development Bank of Japan Inc.<br>Mizuho Bank, Ltd.<br>Sumitomo Mitsui Banking Corporation<br>MUFG Bank Ltd. |                                      |
| (7) Outline of operating partner<br>(General Partner) | Name   | Japan Industrial Solutions Co., Ltd. |
|   | Address  | 2-2-2 Marunouchi, Chiyoda-ku, Tokyo  |
|   | Representative   | Yuichi Hiromoto, President & CEO     |

|   |  |   |
|---|--|---|
|   | position, name                                     |   |
|   | Business details                                   | Investment service, etc.                                |
|   | Capital  | 100,000,000 yen   |
| (8) Ties between the Company and the fund/the operating partner | Ties between the Company and the fund              | There is no capital, business or personal relationship. |
|   | Ties between the Company and the operating partner | There is no capital, business or personal relationship. |

#### 4. Outlook

The impact that the execution of the Basic Agreement will have on our earnings is as yet unknown. We will promptly disclose any future need to revise earnings forecasts, and any other matters that require publication.

End