



September 9, 2022

Company name	Mitsubishi Materials Corporation
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**Notice regarding the Acquisition of Additional Shares in Consolidated Subsidiary Onahama Smelting and Refining Co., Ltd., Converting It into a Wholly Owned Subsidiary**

Mitsubishi Materials Corporation (hereinafter referred to as "the Company") hereby announces that it has reached the decision to acquire additional shares in consolidated subsidiary Onahama Smelting and Refining Co., Ltd. (hereinafter referred to as "Onahama"), thereby converting it into a wholly owned subsidiary.

1. Reasons for Converting Onahama into a Wholly Owned Subsidiary

In pursuit of its goal of becoming a "leader in environmentally friendly mining and smelting business," the Company is working to achieve the goal of processing 200,000 tons of E-Scrap per year by the end of fiscal 2031. At the same time, the Company is optimizing material flow extracted from its various smelting business locations while enhancing management and development associated with our material grid to facilitate the separation, recovery, and commercialization of various metallic elements contained in E-Scrap. Converting Onahama into a wholly owned subsidiary will enable the Company to further promote these initiatives by allowing it to push forward with plans to construct a new pre-processing facility for recycling raw materials at its Onahama Smelter and Refinery\*. In addition, through this conversion, the Company will transform Onahama with a flexible and efficient decision-making structure, empowering it to effectively overcome severe economic environment characterized by soaring operating costs stemming from a variety of external factors (electricity and fuel costs, etc.).

Moving forward, the Company will continue to enhance its corporate value by intensifying collaboration among its companies in its corporate group.

Note: As the only copper smelter in eastern Japan, Onahama Smelter and Refinery provides its customers with stable supplies of copper materials and copper alloys while also serving as an important center for automobile and home appliance recycling by furnishing processing services for shredder dust stemming from discarded automobiles (automotive shredder residue, or "ASR") and E-Scrap. Onahama Smelter and Refinery processes about 15% of the total volume of ASR in Japan, more than any other facility.

## 2. Summary of Consolidated Subsidiary

1. Company name	Onahama Smelting and Refining Co., Ltd.
2. Location	2-2-2, Kanda-Tsukasamachi, Chiyoda-ku, Tokyo
3. Name and title of representative	Takahiro Yamada, President
4. Business activities	<ul style="list-style-type: none"><li>• Smelting and processing of nonferrous metals</li><li>• Manufacture and sale of sulfuric acid and other inorganic industrial products</li><li>• Processing of both industrial and non-industrial waste</li></ul>
5. Capital stock	6,999 million yen
6. Date of establishment	December 1963
7. Shareholder composition	Mitsubishi Materials Corporation: 55.714% Dowa Metals & Mining Co., Ltd.: 31.621% Furukawa Metals & Resources Co., Ltd.: 12.665%

## 3. Number of Shares to Be Acquired and Number of Shares to Be Held Post-acquisition

1. Number of shares held in subsidiary prior to acquisition	7,799,960 shares (55.714%)
2. Number of shares to be acquired	6,200,040 shares (44.286%)
3. Number of shares to be held post-acquisition	14,000,000 shares (100%)

## 4. Scheduled Share Acquisition Date

March 31, 2023

Note: The Company plans to acquire all shares in Onahama held by Dowa Metals & Mining Co., Ltd. and Furukawa Metals & Resources Co., Ltd. on this same date.

## 5. Impact on Future Outlook

The Company projects that this acquisition will have only negligible impact on its consolidated financial results for the fiscal year ending March 31, 2023.