



May 12, 2023

To whom it may concern:

Company	WELLNEO SUGAR Co., Ltd.
Name of Representative	Koji Yamamoto, President and Representative Director (Code No. 2117 TSE Prime Market)
Contact	Kenji Oba, Executive Officer in charge of Finance Division (TEL. 03-3668-1293)

Notice Regarding Reduction of Capital Reserve

WELLNEO SUGAR Co., Ltd. (the “Company”) hereby announces that its Board of Directors resolved at a meeting held today the following regarding a reduction of capital reserve and transfer of the same amount to other capital surplus. This matter will be presented for approval at the 12th Ordinary General Meeting of Shareholders scheduled to be held on June 28, 2023.

1. Purpose of reduction of capital reserve

To ensure flexibility and mobility in its capital policy going forward, the Company will reduce its capital reserve amount and transfer it to other capital surplus in accordance with Article 448, Paragraph 1 of the Companies Act.

2. Outline of reduction of capital reserve amount

(1) Amount of reserve reduction

Capital reserve	23,063,194,800 yen
-----------------	--------------------

(2) Amount of surplus increase

Other capital surplus	23,063,194,800 yen
-----------------------	--------------------

3. Schedule for reduction of capital reserve

(1) Date of resolution by the Board of Directors	May 12, 2023
(2) Date of public notice for objection of creditors	May 29, 2023 (scheduled)
(3) Date of resolution of the General Meeting of Shareholders	June 28, 2023 (scheduled)
(4) Final date for objection of creditors	June 29, 2023 (provisional)
(5) Effective date	June 30, 2023 (provisional)

4. Future outlook

This reduction of capital reserve amount is a transfer of accounting classification within net assets. There will be no change in the Company’s net asset amount, and thus no impact on our business results.

END