

March 15, 2024

MODEC, INC.

Takeshi Kanamori, President & CEO

Code TSE 6269

Contact Budget & Planning Group

TEL +81-3-5290-1190

### **Plan to comply with the criteria to maintain listing under the Tokyo Stock Exchange (TSE) market categories**

MODEC, INC. announces that, as of December 31, 2023, the company did not comply with the criteria for listing on the Prime Market, and has prepared a plan to comply with the criteria as stated below.

- **The status of compliance with the criteria and the planning period**

As of December 31, 2023, our status of compliance with the criteria for listing on the Prime Market is as shown in the table below. The criterion regarding the floating stock ratio was not met.

		Floating stock ratio (%)
Our Status	As of December 31, 2023	29.3
Criteria to maintain listing on the Prime Market		35.0
Planning Period		December 31, 2025

(Note) Our status as of the reference date is calculated based on the information of distribution of share certificates, etc. as known by the TSE.

- **Basic plan, issues and details of actions to comply with the criteria**

(Basic plan)

Our company will continue to promote the FPSO business while considering the environment and working toward decarbonization. We will also focus on expanding into new businesses in the future, aiming for sustainable growth and improving our corporate value in the mid to long term. In that process, we will make efforts to improve the liquidity of our shares to comply with the criteria for maintaining our listing on the Prime Market.

(Issue)

In background of the circumstances surrounding the history of company's incorporation and the business alliance agreement for the promotion of the FPSO business, 70.24% of the listed shares are owned by the major shareholders as of December 31, 2023, resulting in a low floating stock ratio.

(Initiatives)

Regarding the shares held by business corporations and financial institutions deemed to lack liquidity under the Prime Market listing criteria, we will work on increasing the floating stock ratio by requesting their cooperation, including selling shares. We aim to comply with the Prime Market listing criteria by the end of December 2025.