

(NOTE) This document has been translated from the Japanese original for reference purposes only. In all cases, the Japanese original shall take precedence.

March 28, 2024

To Whom It May Concern:

Company name: Nippon Denko Co., Ltd.
 Representative: Yasushi Aoki, President & CEO
 (Securities code: 5563
 TSE Prime Market)
 Inquiries: Toru Tanaka, Executive Officer
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Matters Concerning Controlling Shareholder, Etc.

Nippon Denko Co., Ltd. (the “Company”) hereby announces that concerning Nippon Steel Corporation, which is an “other affiliated company”, the matters concerning controlling shareholders, etc. are as described below.

1. Trade name, etc. of parent company, controlling shareholder (excluding parent company), other affiliated company or parent company of other affiliated company

(As of December 31, 2023)

Name	Attribute	Ratio of voting rights held (%)			Financial instruments exchange, etc. on which the issued shares are listed
		Voting rights directly held	Voting rights subject to aggregation	Total	
Nippon Steel Corporation	Other affiliated company	22.1	0.8	22.9	Tokyo Stock Exchange, Inc. (Prime Market) Nagoya Stock Exchange, Inc. (Premier Market) Securities Membership Corporation Fukuoka Stock Exchange Securities Membership Corporation Sapporo Securities Exchange

2. Positioning of the Company in the corporate group centering on the parent company, etc. and the relationships between other listed companies and the parent company, etc.

Nippon Steel Corporation is an “other affiliated company” which owns 22.9% of the Company’s voting rights (including the voting rights it indirectly owns). In February 2010, the Company and Nippon Steel Corporation agreed to further strengthen our alliance to raise competitiveness and corporate value of both companies. Based on this agreement, Nippon Steel Corporation acquired the Company’s shares and became the Company’s “other affiliated company” in June 2010.

In terms of our transaction relationship, Nippon Steel Corporation is a major buyer of the Company’s products.

The Company operates its business while maintaining a close cooperative relationship with Nippon Steel Corporation and its corporate group. The said relationship, however, does not place any restriction that inhibits the Company’s free business activities, and we consider that the Company has a sufficient degree of independence.

3. Matters concerning transactions with controlling shareholder, etc.

(Fiscal year ended December 31, 2023)

Category	Name	Address	Capital or investment (Millions of yen)	Business or trade	Ratio of voting rights, etc. held (%)	Business relationship	Transaction contents	Transaction amount (Millions of yen)	Account item	Balance as of fiscal year end (Millions of yen)
Other affiliated company	Nippon Steel Corporation	Chiyoda-ku, Tokyo	419,524	Sales of steel products, etc. and engineering	(Directly held) 22.1 (Indirectly held) 0.8	Sales of the Company's products	Sales of the Company's products	48,714	Accounts receivable	4,301

(Notes) Transaction conditions and their determination policy
Transaction conditions are determined following price negotiations taking into account market prices and other factors.