

Nanahoshi Management Ltd.

Founder CEO

Satoru Matsushashi

16th June 2023

YAIZU SUISANKAGAKU INDUSTRY CO.,LTD.

President

Mr Jun Yamada

RE: Request action for damages against YSK's (ex-) directors

To Mr Jun Yamada,

YSK has apologised for the improper food labels on some of the products (cases where additives added to the products were not labelled or quasi-specified ingredients were not appropriately labelled, the "Mislabelling") in the announcement material dated 1st September 2019. According to the notes on page 58 of YSK's 62nd Annual Report, you have reported an extraordinary loss of over JPY 600 million concerning the Cases.

Since October 2022, we have had discussions with YSK regarding the Mislabelling. After petitioning for permission to inspect the minutes of the board of directors' meetings in December 2022, we believe that you and an ex-director are suspected of breaching their duty of due care and diligence. Therefore, as a result, we have demanded that the director of YSK, a member of the Audit Committee, file a lawsuit against you concerning this case, as follows.

Jun Yamada, President (Claimed amount: JPY641,003,000)

Mariko Ishikawa, ex-director (Amount claimed: JPY641,003,000)

Best wishes,
Satoru Matsushashi