

To Whom It May Concern:

Company: SUGI Holdings Co., Ltd.

Representative: Katsunori Representative Director

Sugiura, & President

(Code number: 7649, TSE Prime / NSE Premier)

Inquiries: Makoto Kasai, General Manager,

Business Planning

Department (Phone: +81-562-45-2744)

Notice regarding the Capital Contribution to Great Tree Pharmacy Co., Ltd.

SUGI Holdings Co., Ltd. (located at 1-8-4 Mikawaanjo-cho, Anjo City, Aichi, Japan; Katsunori Sugiura, Representative Director & President; hereinafter, "SUGI Holdings" or the "Company") hereby announces that it has decided to make a capital contribution to Great Tree Pharmacy Co., Ltd. (located at No. 143, Zhongzheng Road Zhongli; Cheng Ming-Long, Legal Representative; hereinafter, "Great Tree Pharmacy"), which operates drugstores and pharmacies in Taiwan, focusing particularly on the healthcare area.

■Background and purpose of the capital contribution

Operating more than 1,500 stores in the Kanto, Chubu, Kansai and Hokuriku areas, the SUGI Pharmacy Group (hereinafter, the "Group") boasts approximately 3,000 pharmacists and approximately 500 nationally certified dieticians. Taking advantage of its position as an operator of prescription-dispensing drugstores featuring such staff, the Group is proceeding with its Total Healthcare Strategy, which is designed to support local residents' lifetime efforts in disease prevention and health management and to contribute to their good health. In recent years, in addition to the prescription dispensing business in which we dispense about 11 million prescriptions given by various medical institutions a year for various diseases including lifestyle-related diseases, we are strengthening our business operations in the fields of primary and secondary disease prevention by combining our real and digital capabilities. In combination with the promotion of home-visit prescription dispensing services to senior citizens and others as part of our support for in-home patients, we are providing in-home shopping services to senior citizens who are unable to visit a store, in collaboration with nursing service providers.

In accordance with its mission of providing healthcare business models and products developed within the Group to customers both in Japan and overseas to contribute to international society broadly and deeply, the Company is currently operating its overseas business mainly in Asia.

Great Tree Pharmacy is an operating company of 大樹連鎖薬局 (Great Tree Pharmacy), a drugstore chain of more than 200 stores in Taiwan. Under its management philosophy of supporting the daily health of customers from the local community over their lifetimes to earn their trust, Great Tree Pharmacy has established a distinctive position in the Taiwanese pharmacy market through the provision of not only pharmaceutical products (prescription/OTC), but also living necessities, such as health food products, baby products, and cosmetics, since its

establishment in 1990.

Since its conclusion of a business partnership agreement with Great Tree Pharmacy in November 2020, the Company has been striving for the growth of Great Tree Pharmacy as its strategic partner in addition to our own growth through our joint efforts on sharing management knowhow through the secondment of personnel and evolving into a global company, as well as the supply of Japanese products mainly in the area of healthcare. The Company has also worked to strengthen the drugstore-related business of Great Tree Pharmacy through joint business development projects, capitalizing on the overall strengths of the Company.

Through this capital contribution, we will promote our business expansion in Taiwan more efficiently and vigorously by further strengthening our relationship and collaboration with Great Tree Pharmacy, and take on the challenge of realizing new value creation that contributes not only to the creation of "economic value," but also to the creation of "social value" in the Asian region.

■Outline of the companies concerned

[Outline of Great Tree Pharmacy Co., Ltd.]

Company: Great Tree Pharmacy Co., Ltd.

Date of establishment: May 1990

Location: No. 143, Zhongzheng Road Zhongli, Taiwan Representative: Cheng Ming-Long, Legal Representative

URL: https://www.greattree.com.tw/

Business description: Operation of prescription-dispensing drugstores

[Outline of SUGI Holdings Co., Ltd.]

Company: SUGI Holdings Co., Ltd.

Date of establishment: March 1982

Location: 1-8-4 Mikawaanjo-cho, Anjo City, Aichi, Japan

Representative: Katsunori Sugiura, Representative Director & President

URL: https://www.sugi-hd.co.jp/

Business description: Business management and operation of the entire SUGI Pharmacy

Group