



January 31, 2023

For Immediate Release

Company Name: Kurita Water Industries Ltd.
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(Securities code: 6370, Tokyo Stock Exchange Prime Market)
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Notice of Company Split (Simplified Absorption-Type Company Split / Short-Form Absorption-Type Company Split)
with Wholly Owned Subsidiary

Kurita Water Industries Ltd. (hereinafter "Kurita") announces that a meeting of the Board of Directors held on January 31, 2023 resolved to implement a company split in which Land Solution Inc. (hereinafter "Land Solution"), a wholly owned subsidiary of Kurita, will succeed to Kurita's soil and groundwater remediation business.

As this company split is a company split (simplified absorption-type company split / short-form absorption-type company split) with a wholly owned subsidiary, some items and details have been omitted from this press release.

1. Purpose of the company split

Within the Kurita Group, Kurita and Land Solution are mainly responsible for soil and ground water remediation services. Land Solution's succession to this business will result in the consolidation of management resources and the development of a structure for quickly meeting customer needs and will also facilitate the expansion and sustainable growth of this business through the provision of optimal solutions to customers.

2. Outline of the company split

(1) Schedule of the company split

Date of Board resolution for approval of the company split agreement	January 31, 2023
Data of conclusion of the company split agreement	January 31, 2023
Date of the company split (effective date)	April 1, 2023 (Scheduled)

(Note) The company split will be conducted without obtaining approval at a general meeting of shareholders of either company, since it falls under a simplified company split as provided for in Article 784, Paragraph 2 of the Companies Act for Kurita and under a short-form company split as provided for in Article 796, Paragraph 1 of the same act for Land Solution.

(2) Form of the company split

The company split is an absorption-type company split in which Kurita is the splitting company and Land Solution is the succeeding company.

(3) Allocation related to the company split

As this is a company split between Kurita and a wholly owned subsidiary of Kurita, no allocation of shares or other payment will be made for the company split.

(4) Treatment of share acquisition rights and bonds with share acquisition rights arising from the company split
Not applicable

(5) Change in share capital as a result of the company split
There will be no increase or decrease in Kurita's share capital as a result of the company split.

(6) Rights and obligations to be assumed by the succeeding company
Land Solution will succeed to the assets, liabilities and other rights and obligations related to the business divested by Kurita and all related contractual status within the scope provided for in the absorption-type company split agreement.

(7) Prospect of fulfillment of debt obligations
Kurita has concluded that there is no issue with respect to the certainty of fulfilment of the obligations to be assumed by Land Solution in the company split.

3. Overview of the companies participating in the company split

	Splitting company (As of January 31, 2023)	Succeeding company (As of January 31, 2023)
(1) Company Name	Kurita Water Industries Ltd.	Land Solution Inc.
(2) Address	Nakano Central Park East, 10-1, Nakano 4-Chome, Nakano-ku, Tokyo	SI Building Aoyama, 3-6, Kita-Aoyama 1-Chome, Minato-ku, Tokyo
(3) Name and title of Representative	Michiya Kadota, President and Representative Director	Toshimi Kobayashi, President and Representative Director
(4) Business description	Manufacture and sale of water treatment chemicals and water treatment facilities; maintenance of water treatment facilities; ultrapure water supply, etc.	Assessments and inspections, remediation and construction work, and consulting related to soil contamination
(5) Share capital	13,450 million yen	450 million yen
(6) Date of establishment	July 13, 1949	July 27, 2001
(7) Number of shares issued	116,200,694 shares	9,000 shares
(8) Fiscal year end	March 31	March 31
(9) Major shareholders and shareholding ratios	The Master Trust Bank of Japan, Ltd. (Trust account) 15.01% Custody Bank of Japan, Ltd. (Trust Account) 6.52% Nippon Life Insurance Company 5.30% CACEIS BANK, LUXEMBOURG BRANCH/ UCITS CLIENTS ASSETS 2.28% STATE STREET BANK AND TRUST COMPANY 505025 2.04% MUFG Bank, Ltd. 1.82% BNP PARIBAS SECURITIES SERVICES LUXEMBOURG/JASDEC/FIM/LUXEMBOURG FUNDS/UCITS ASSETS 1.60% STATE STREET BANK WEST CLIENT - TREATY	Kurita Water Industries Ltd. 100.0%

	505234 1.54% JP MORGAN CHASE BANK 385781 1.30% Resona Bank, Limited. 1.25% (As of September 30, 2022)		
(10) Business performance and financial condition in most recent fiscal year			
Kurita Water Industries Ltd. (consolidated basis)		Land Solution Inc. (non-consolidated)	
Fiscal year end	FY ended March 31, 2022 (IFRS)	Fiscal year end	FY ended March 31,2022 (Japanese GAAP)
Total equity	277,862 million yen	Net assets	1,830 million yen
Total assets	469,981 million yen	Total assets	2,432 million yen
Equity per share	2,419.58 yen	Net assets per share	203,367.17 yen
Net sales	288,207 million yen	Net sales	1,146 million yen
Business profit	32,944 million yen	Operating loss	△235 million yen
Operating profit	35,734 million yen	Ordinary loss	△233 Million yen
Profit attributable to owners of parent	18,471 million yen	Net loss	△252 million yen
Basic earnings per share	164.38 yen	Net loss per share	△27,958.60 yen

- (Notes) 1. The ownership percentages of Kurita's major shareholders are calculated after deduction of 3,554,787 shares of treasury shares held by Kurita.
2. Business profit is the Kurita Group's own indicator that measures constant business performance. It is net sales less cost of sales and selling, general and administrative expenses.

(1) Details of business to be split

Soil and groundwater remediation business

(2) Business performance of the division to be split

Net sales: 3,185 million yen (fiscal year ended March 31, 2022)

(3) Items and book value of assets and liabilities to be split

Assets		Liabilities	
Current assets	4,433 million yen	Current liabilities	478 million yen
Non-current assets	42 million yen	Non-current liabilities	0 million yen
Total	4,475 million yen	Total	478 million yen

(Note) The above amounts are estimates based on book value as of December 31, 2022 and the amounts of assets and liabilities actually succeeded to in the split will be the above amounts adjusted for any increase or decrease occurring prior to the effective date.

4. Status after the company split

There will be no change in the company name, address, name and title of representative, business description (excluding the business transferred in the company split), share capital, or fiscal year end of the Company and Land Solution after the company split.

5. Future Outlook

Since this company split involves Kurita and a wholly owned subsidiary of Kurita, the impact on Kurita's consolidated financial results will be minimal.