

May 18th, 2022

To Whom It May Concern,

Strategic Capital, Inc.
Tsuyoshi Maruki, President & CEO

Re: The Withdrawal of Shareholder Proposal to ARISAWA MFG. CO., LTD. (5208)

INTERTRUST TRUSTEES (CAYMAN) LIMITED SOLELY IN ITS CAPACITY AS TRUSTEE OF JAPAN-UP (hereinafter referred to as the "Fund") and Strategic Capital, Inc. (hereinafter referred to as the "Strategic Capital") notified Arisawa Mfg. Co., Ltd. (hereinafter referred to as "Arisawa" or the "Company") of our execution of the shareholders' right to make a proposal at the annual shareholder meeting held in the coming June by the documents dated April 25th, 2022.

The Fund and Strategic Capital, however, are pleased to announce that we are withdrawing all of our proposal at the annual shareholder meeting in consideration of the following.

- On May 12, 2022, "Notice regarding an update to the mid-term business plan" and the financial results briefing held the following day, the Representative Director & CEO acknowledged the change in management policy and presented a strategy to enhance shareholder value from the perspectives of business, finance and ESG with clear rationale. Based on this and numerous dialogues with the Company, we have determined that Arisawa is changing its management policy to fulfill the duties entrusted by its shareholders and all other stakeholders.
- Therefore, while we will continue engaging in dialogues with the Company's management, we have decided to withdraw all proposed agenda items.

Disclaimer

This press release is an abbreviated reference translation of the original announcement in Japanese. In the event of any differences between the original Japanese version and the English translation, the original Japanese version shall prevail.