

Notice Regarding Change of Credit Rating

KH Neochem Co., Ltd. announces that it has changed Issuer Rating from the rating agency, Rating and Investment Information, Inc. (R&I), as set forth below.

Outline of Credit Rating (As of April 4, 2019)

| Rating agency | Type | Before change | After change |
|---|-------------------|-----------------|------------------|
| Rating and Investment Information, Inc. (R&I) | Issuer Rating | BBB (Stable) | BBB+ (Stable) |
| | Short-term Rating | a-2 | a-2 |

Notes:

For more detailed information about credit rating, including rating rationales, please refer to the following URL.

(Rating and Investment Information, Inc. : <https://www.r-i.co.jp/eng/>)