

November 30, 2020
Company name: Lion Corporation
Representative: Masazumi Kikukawa,
Representative Director,
President and Executive Officer
Code: 4912
Tokyo Stock Exchange

Transfer of Shares of Equity Method Affiliate and Dissolution of Joint Venture

Lion Corporation herein announces the decision reached at today's Board of Directors meeting to form an agreement to transfer all the shares it holds in the equity method affiliate Global Eco Chemicals Singapore Pte. Ltd. ("GECS") to its joint venture partner Wilmar International Limited and its group of companies ("the Wilmar Group") and to dissolve the joint venture agreement.

1. Reasons for Transferring Shares and Dissolving the Joint Venture

Lion and the Wilmar Group started a joint venture business on June 1, 2018. Through the subsidiaries of GECS, namely, Global Eco Chemicals Malaysia Sdn. Bhd. and PT Global Eco Chemicals Indonesia, Lion and the Wilmar Group have jointly advanced businesses related to the plant-based surfactant methyl ester sulfonate ("MES").

In consideration of its business portfolio, Lion has now determined that transferring all the shares it holds in GECS to the Wilmar Group, which operates an integrated business ranging from oil palm cultivation to the manufacture and sale of edible oils and MES, will help to increase the corporate value of both companies. Accordingly, Lion has formed a share transfer agreement.

Following this transfer, Lion plans to continue working in cooperation with the Wilmar Group, including when purchasing MES and methyl esters.

2. Date of the Share Transfer and Joint Venture Dissolution

January 4, 2021

3. Overview of the Joint Venture Companies

Joint venture company (located in Singapore)

(as at September 30, 2020)

(1) Name	Global Eco Chemicals Singapore Pte. Ltd.	
(2) Location	Singapore (56 Neil Road)	
(3) Representative	President Osamu Yoshitake	
(4) Businesses	Holding company	
(5) Capital	39,538,000 USD	
(6) Established	2017	
(7) Ownership	Lion Corporation	50.0%
	KOG Investments Pte Ltd*1	50.0%

*1. A wholly owned subsidiary of Wilmar International Limited.

MES production and sales company (located in Malaysia)

(as at September 30, 2020)

(1) Name	Global Eco Chemicals Malaysia Sdn. Bhd.	
(2) Location	Johor, Malaysia	
(3) Representative	President Eiji Ueda	
(4) Businesses	Manufacture and sale of surfactants and chemicals	
(5) Capital	352,000,000 Malaysian ringgit	
(6) Established	2007	
(7) Ownership	Global Eco Chemicals Singapore Pte. Ltd.	100.0%

MES production and sales company (located in Indonesia)

(as at September 30, 2020)

(1) Name	PT Global Eco Chemicals Indonesia	
(2) Location	North Sumatra, Indonesia	
(3) Representative	President Director Suresh Gunaratnam	
(4) Businesses	Manufacture and sale of surfactants and chemicals	
(5) Capital	19,400,000 USD	
(6) Established	2017	
(7) Ownership	Global Eco Chemicals Singapore Pte. Ltd.	99.99%
	Global Eco Chemicals Malaysia Sdn. Bhd.	0.01%

4. Overview of the Other Party to the Joint Venture

(as at December 31, 2019)

(1) Name	Wilmar International Limited	
(2) Location	56 Neil Road, Singapore	
(3) Representative	Chairman and Chief Executive Officer Kuok Khoon Hong	
(4) Businesses	Oil palm cultivation; oilseed crushing; edible oil refining; sugar milling and refining; manufacturing of consumer products, specialty fat, oleochemicals, biodiesel and fertiliser manufacturing; and flour and rice milling	
(5) Capital	8,895,134,000 USD	
(6) Established	1991	
(7) Relationships with Lion	Capital relationships	None
	Personal relationships	None
	Business relationships	Sells methyl ester for use as raw materials to the Lion Group

5. Change in Equity Method Affiliates

As a result of this joint venture dissolution, GECS, which is currently an equity method affiliate of Lion, will no longer be included in the scope of equity method affiliates.

6. Forecasts

This share transfer and joint venture dissolution are expected to have only a minor impact on the consolidated results of the Lion Group for the fiscal year ending December 2020. Accordingly, there is no change to the Company's forecast of consolidated results published November 5, 2020.