



July 5, 2024

To Whom It May Concern:

Company name: Mitsui Matsushima Holdings Co., Ltd.
Representative: Taishi Yoshioka, Representative Director and President
(Stock Code: 1518, Prime Market of the Tokyo Stock Exchange and Fukuoka Stock Exchange)
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Notice Concerning Interest Sale in Liddell Coal Mine in Australia

Mitsui Matsushima Holdings Co., Ltd (hereinafter the “Company”) hereby announces that, at its Board of Directors meeting held on July 5 2024, it resolved to approve Mitsui Matsushima Australia Pty Limited (hereinafter "MMA"), which is a subsidiary of the Company, to conclude a Sale Agreement to sell MMA’s total interest (32.5%) in Liddell Coal Mine in Australia to Enex Liddell Pty Limited (hereinafter "Interest Sale"). Enex Liddell Pty Ltd (“Enex Liddell”) is Glencore’s wholly owned subsidiary and a joint venture partner in the Liddell Coal Mine project.

1. Overview of Liddell Coal Mine

(1) Location	New South Wales, Australia
(2) Production ceased	2023
(3) Interests (before transfer)	MMA 32.5% Enex Liddell 35% Gabume Pty Limited 32.5% (Enex Liddell and Gabume Pty Limited are both wholly owned by Glencore)

2. Overview of Transferee

(1) Company name	Enex Liddell
(2) Location	Australia
(3) Representatives	Ian Cribb, Michael Pajkovic (and two more Directors)
(4) Description of business	Management of the Liddell Coal Mine project (in which it currently holds 35% interest). Enex Liddell’s ultimate holding company is Glencore Plc, a global resources company listed on the London Stock Exchange.
(5) Shareholders	Glencore Coal Pty Limited 100% (the ultimate holding company of which is Glencore Plc)
(6) Relationship to the Company	The Company and Enex Liddell are joint venture partners in the Liddell Coal Mine project. There is no capital/personnel relationship between the Company and Enex Liddell.

3. Reasons and the terms for the Interest Sale

Production at the Liddell Coal Mine ceased in 2023, and rehabilitation (post-mining restoration of the land) is set to be carried out. The rehabilitation phase requires a large amount of funds over a long period of time until its completion. As of the end of the fiscal year ending March 2024, and based on the latest information available, the Company allocated a provision totalling approximately AUD 54 million (approximately 5.2 billion yen^{Note 1}) for future costs relating to the Liddell Coal Mine closure and rehabilitation.

As part of the Interest Sale, MMA will pay approximately AUD 27 million (approximately 2.7 billion yen^{Note 2})

to Enx Liddell to assign MMA's liabilities, including rehabilitation and other obligations (currently estimated to be approximately AUD 54 million as described above), together with its entire interest in the Liddell Coal Mine project to Glencore. As a result, the Company is expected to be able to effectively fix its liabilities related to the Liddell Coal Mine closure at approximately AUD 27 million, a decrease from the approximately AUD 54 million provision allocated as at the end of March 2024. Accordingly, the Company expects an extraordinary gain of approximately AUD 27 million (approximately 2.7 billion yen^{Note 2}).

4. Interest Sale Schedule

The completion of the Interest Sale is subject to a few Conditions Precedent (e.g., obtaining permits and regulatory approvals from Australian authorities). Satisfying all of the Conditions Precedent is expected to take about six months.

5. FY2024 Consolidated Earnings Forecast

The Company expects the Conditions Precedent in the Interest Sale Agreement will be satisfied by the end of the fiscal year (i.e., December 2024). Based on this assumption, the Company expects to record extraordinary gains of approximately AUD 27 million (approximately 2.7 billion yen^{Note 2}) in FY2024.

For the revised forecast for FY2024, please refer to the "Notice of Revision of Earnings Forecast for the Fiscal Year Ending March 2025", released at the same time as this announcement.

Note 1: Calculated based on the exchange rate at the end of the fiscal year ending March 31, 2024 (A\$1=¥96.77).

Note 2: Calculated based on the assumption of the average exchange rate for the fiscal year ending March 31, 2025, of A\$1=¥100. The amount may change depending on the exchange rate in the future.