

NOTICE: This is a translation of a part of the notice issued on June 1, 2026 in Japanese and is provided for your convenience only. In case of any discrepancy between the translation and the Japanese original, the latter shall prevail.

## **Audit Report on the Consolidated Financial Statements by the Accounting Auditor**

### **Independent Auditor's Report**

May 8, 2026

To the Board of Directors of SANTEN PHARMACEUTICAL CO., LTD.:

KPMG AZSA LLC  
Osaka Office, Japan  
Takuya Obata  
Designated Limited Liability Partner  
Engagement Partner  
Certified Public Accountant  
Tomoyuki Haruna  
Designated Limited Liability Partner  
Engagement Partner  
Certified Public Accountant

#### **Opinion**

We have audited the consolidated financial statements, which comprise the Consolidated Statement of Profit or Loss, the Consolidated Statement of Financial Position, the Consolidated Statement of Changes in Equity and the Notes to Consolidated Financial Statements, of SANTEN PHARMACEUTICAL CO., LTD. (the “**Company**”) for the consolidated financial year from April 1, 2025 to March 31, 2026 in accordance with Article 444, Paragraph 4 of the Companies Act.

In our opinion, the consolidated financial statements above present fairly, in all material respects, the consolidated financial position and the results of operations of the corporate group comprising the Company and its consolidated subsidiaries (the Company and its consolidated subsidiaries, collectively, the “**Group**”) for the period, for which the consolidated financial statements were prepared, in accordance with the accounting standards with some omissions of disclosure items required under the International Financial Reporting Standards (“**IFRS**”) as prescribed by the second sentence of Article 120, Paragraph 1 of the Regulations on Corporate Accounting.

#### **Basis for Opinion**

We conducted our audit in accordance with auditing standards generally accepted in Japan. Our responsibilities under those accounting standards are further described in the “Auditor’s Responsibilities for the Audit of the Consolidated Financial Statements” section hereof. We are independent of the Group in accordance with the provisions concerning professional ethics in Japan (including provisions applicable to the auditing of the financial statements of a public interest entity), and we have fulfilled our other ethical responsibilities as auditor. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

#### **Other Information**

The other information comprises the Business Report and its Accompanying Supplementary Schedules. Management is responsible for the preparation and disclosure of the other information. The Corporate Auditors and the Board of Corporate Auditors are responsible for overseeing the Directors’ performance of their duties with regard to the design, implementation and maintenance of the reporting process for the other information.

Our opinion on the consolidated financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the consolidated financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the consolidated financial statements or our knowledge obtained in the audit, or otherwise to pay attention whether there appears to be any signs of material misstatement in the other information other than the material inconsistency stated above.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report on such other information.

## **Responsibilities of Management as well as Corporate Auditors and the Board of Corporate Auditors for the Consolidated Financial Statements**

Management is responsible for the preparation and fair presentation of the consolidated financial statements in accordance with the accounting standards with some omissions of disclosure items required under IFRS as prescribed by the second sentence of Article 120, Paragraph 1 of the Regulations on Corporate Accounting. This includes the maintenance and operation of an internal control as management determines is necessary to enable the preparation and fair presentation of consolidated financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the consolidated financial statements, management is responsible for assessing whether it is appropriate to prepare the consolidated financial statements based on the premise of a going concern, and disclosing, as necessary to disclose, matters related to going concern in accordance with the accounting standards with some omissions of disclosure items required under IFRS as prescribed by the second sentence of Article 120, Paragraph 1 of the Regulations on Corporate Accounting.

Corporate Auditors and the Board of Corporate Auditors are responsible for overseeing the Directors' performance of their duties with regard to the design, implementation and maintenance of the Group's financial reporting process.

## **Auditor's Responsibilities for the Audit of the Consolidated Financial Statements**

Our objectives are to, based on the audit performed by the auditor, obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to present from an independent standpoint an opinion regarding the consolidated financial statements in this auditor's report. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the decision making of users of the consolidated financial statements.

As part of our audit in accordance with auditing standards generally accepted in Japan, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The selection and application of audit procedures depends on the auditor's judgment.
- In the course of performing risk evaluation, the auditor shall obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, while the objective of the audit of the consolidated financial statements is not to express an opinion on the effectiveness of the Group's internal control.
- Evaluate the appropriateness of the accounting policies adopted by the management and the method of application thereof as well as the reasonableness of accounting estimates and related notes made by management.
- Conclude on the appropriateness of management's decision to prepare the consolidated financial statements based on the premise of a going concern and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Group's ability to continue as a going concern. If we conclude that material uncertainty exists concerning the premise as a going concern, we are required to draw attention in our auditor's report to the related notes in the consolidated financial statements or, if such disclosures in the consolidated financial statements of such material uncertainty are inadequate, we are required to present our opinion to the consolidated financial statements with exclusions. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the corporate entity to cease to continue as a going concern.
- Evaluate whether the presentation and disclosures in the consolidated financial statements are in accordance with the accounting standards with some omissions of disclosure items required under IFRS as prescribed by the second sentence of Article 120, Paragraph 1 of the Regulations on Corporate Accounting, as well as whether the overall presentation, structure and content of the consolidated financial statements, including the relevant notes, and transactions and events that form the basis of the consolidated financial statements are fairly presented.
- Plan and perform the audit of the consolidated financial statements to obtain sufficient and appropriate audit evidence regarding the financial information of the Group as a basis for forming an opinion on the consolidated financial statements. We are responsible for the direction, supervision and review of the audit work of the consolidated financial statements. We remain solely responsible for our audit opinion.

We report to Corporate Auditors and the Board of Corporate Auditors regarding, among other matters, the

planned scope and timing of the audit, significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also report to Corporate Auditors and the Board of Corporate Auditors that we have complied with provisions concerning professional ethics in Japan regarding independence, as well as matters that may reasonably be thought to affect the independency of the auditor, and where applicable, the content of measures taken to remove impediments, or safeguards applied to reduce impediments to an acceptable level.

**Conflict of Interest**

Our audit firm or our engagement partners do not have any interest in the Group, which is required to be disclosed pursuant to the provisions of the Certified Public Accountants Act of Japan.

End of the report.

## Audit Report by the Accounting Auditors

### Independent Auditor's Report

May 8, 2026

To the Board of Directors of SANTEN PHARMACEUTICAL CO., LTD.:

KPMG AZSA LLC  
Osaka Office, Japan  
Takuya Obata  
Designated Limited Liability Partner  
Engagement Partner  
Certified Public Accountant  
Tomoyuki Haruna  
Designated Limited Liability Partner  
Engagement Partner  
Certified Public Accountant

#### **Opinion**

We have audited the non-consolidated financial statements, which comprise the Non-Consolidated Balance Sheet, the Non-Consolidated Statement of Incomes, the Non-Consolidated Statement of Changes in Equity and the Notes to Non-Consolidated Financial Statements as well as Accompanying Supplementary Schedules (the “**Financial Statements and Supplementary Schedules**”) of SANTEN PHARMACEUTICAL CO., LTD. (the “**Company**”) for the 114th fiscal year from April 1, 2025 to March 31, 2026 in accordance with Article 436, Paragraph 2, Item 1 of the Companies Act.

In our opinion, the Financial Statements and Supplementary Schedules above present fairly, in all material respects, the financial position and the results of operations of the Company for the period, in accordance with the auditing standards generally accepted in Japan.

#### **Basis for Opinion**

We conducted our audit in accordance with auditing standards generally accepted in Japan. Our responsibilities under those accounting standards are further described in the “Auditor’s Responsibilities for the Audit of the Financial Statements and Supplementary Schedules” section hereof. We are independent of the Company in accordance with the provisions concerning professional ethics in Japan (including provisions applicable to the auditing of the financial statements of a public interest entity), and we have fulfilled our other ethical responsibilities as auditor. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

#### **Other Information**

The other information comprises the Business Report and its Accompanying Supplementary Schedules. Management is responsible for the preparation and disclosure of the other information. The Corporate Auditors and the Board of Corporate Auditors are responsible for overseeing the Directors’ performance of their duties with regard to the design, implementation and maintenance of the reporting process for the other information.

Our opinion on the Financial Statements and Supplementary Schedules does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the Financial Statements and Supplementary Schedules, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the Financial Statements and Supplementary Schedules or our knowledge obtained in the audit, or otherwise to pay attention whether there appears to be any signs of material misstatement in the other information other than the material inconsistency stated above.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report on such other information.

#### **Responsibilities of Management as well as Corporate Auditors and the Board of Corporate Auditors for the Financial Statements and Supplementary Schedules**

Management is responsible for the preparation and fair presentation of the Financial Statements and Supplementary Schedules in accordance with the auditing standards generally accepted in Japan. This includes the maintenance and operation of an internal control as management determines is necessary to enable the preparation and fair presentation of the Financial Statements and Supplementary Schedules that

are free from material misstatement, whether due to fraud or error.

In preparing the Financial Statements and Supplementary Schedules, management is responsible for assessing whether it is appropriate to prepare the Financial Statements and Supplementary Schedules based on the premise of a going concern, and disclosing, as necessary to disclose, matters related to going concern in accordance with the auditing standards generally accepted in Japan.

Corporate Auditors and the Board of Corporate Auditors are responsible for overseeing the Directors' performance of their duties with regard to the design, implementation and maintenance of the Company's financial reporting process.

### **Auditor's Responsibilities for the Audit of the Financial Statements and Supplementary Schedules**

Our objectives are to, based on the audit performed by the auditor, obtain reasonable assurance about whether the Financial Statements and Supplementary Schedules as a whole are free from material misstatement, whether due to fraud or error, and to present from an independent standpoint an opinion regarding the Financial Statements and Supplementary Schedules in this auditor's report. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the decision making of users of the Financial Statements and Supplementary Schedules.

As part of our audit in accordance with auditing standards generally accepted in Japan, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the Financial Statements and Supplementary Schedules, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The selection and application of audit procedures depends on the auditor's judgment.
- In the course of performing risk evaluation, the auditor shall obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, while the objective of the audit of the Financial Statements and Supplementary Schedules is not to express an opinion on the effectiveness of the Group's internal control.
- Evaluate the appropriateness of the accounting policies adopted by the management and the method of application thereof as well as the reasonableness of accounting estimates and related notes made by management.
- Conclude on the appropriateness of management's decision to prepare the Financial Statements and Supplementary Schedules based on the premise of a going concern and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Group's ability to continue as a going concern. If we conclude that material uncertainty exists concerning the premise as a going concern, we are required to draw attention in our auditor's report to the related notes in the Financial Statements and Supplementary Schedules or, if such disclosures in the Financial Statements and Supplementary Schedule of such material uncertainty are inadequate, we are required to present our opinion to the Financial Statements and Supplementary Schedule with exclusions. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the corporate entity to cease to continue as a going concern.
- Evaluate whether the presentation and disclosures in the Financial Statements and Supplementary Schedules are in accordance with the auditing standards generally accepted in Japan, as well as whether the overall presentation, structure and content of the Financial Statements and Supplementary Schedules, including the relevant notes, and transactions and events that form the basis of the Financial Statements and Supplementary Schedule are fairly presented.

We report to Corporate Auditors and the Board of Corporate Auditors regarding, among other matters, the planned scope and timing of the audit, significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also report to Corporate Auditors and the Board of Corporate Auditors that we have complied with provisions concerning professional ethics in Japan regarding independence, as well as matters that may reasonably be thought to affect the independency of the auditor, and where applicable, the content of measures taken to remove impediments, or safeguards applied to reduce impediments to an acceptable level.

### **Conflict of Interest**

Our audit firm or our engagement partners do not have any interest in the Company, which is required to be disclosed pursuant to the provisions of the Certified Public Accountants Act of Japan.

End of the report.

## **Audit Report by the Board of Corporate Auditors**

### **Audit Report**

The Board of Corporate Auditors prepared this audit report with regard to the performance of duties of Directors of the Company for the 114th fiscal year from April 1, 2025 to March 31, 2026, upon deliberation based on the audit reports prepared by each Corporate Auditor, and hereby reports as follows:

#### **1. Auditing Method adopted by Corporate Auditors and the Board of Corporate Auditors as well as the details thereof**

- (1) The Board of Corporate Auditors established the audit policies, audit plans, and other matters, and received reports from each Corporate Auditor on the status of implementation of their audits and results thereof. In addition, the Board of Corporate Auditors received reports from Directors, other related persons, and the Accounting Auditor on the status of the performance of their duties, and requested explanations as necessary.
- (2) In conformity with Corporate Auditors' auditing standards established by the Board of Corporate Auditors, and in accordance with the audit policies, audit plans, and other matters, each Corporate Auditor sought to communicate with Directors, the internal auditing division, other employees, and others, endeavored to collect information and maintain and improve the audit environment, and conducted audits through the methods described below:
  - (i) Corporate Auditors attended meetings of the Board of Directors and other important meetings, received reports from Directors, employees and other related persons on the status of the performance of their duties, requested explanations as necessary, examined important decision-making documents, etc., and inspected the status of the business operations and assets of the head office and main business locations. With respect to subsidiaries, Corporate Auditors communicated and exchanged information with Directors, Corporate Auditors and other related persons of each Subsidiary, and concurrently therewith, received reports concerning their business, visited premises of subsidiaries as necessary and implemented on-site verifications thereat.
  - (ii) With regard to the contents of the Board of Directors' resolutions regarding the design and maintenance of the system to ensure that the Directors' performance of their duties complies with all laws, regulations and the Articles of Incorporation of the Company, that is described in the Business Report, and other systems prescribed in Article 100, Paragraphs 1 and 3 of the Regulations for Enforcement of the Companies Act as systems necessary for ensuring the appropriateness of the business operations of a group of enterprises consisting of a stock company and its subsidiaries, and the system (*i.e.*, internal control system) developed based on such resolutions, Corporate Auditors regularly received reports from Directors, employees and other related persons on the status of their design and implementation, requested explanations as necessary and expressed opinions. With regard to internal control pertaining to financial reporting, the Corporate Auditors received reports from Directors and other personnel as well as KPMG AZSA LLC concerning the assessment of such internal control and the status of the audit and requested explanations as necessary.
  - (iii) The Corporate Auditors, while overseeing and verifying whether the Accounting Auditor maintains its independence and properly conducted its audit, received reports from the Accounting Auditor on the status of its performance of duties and requested explanations therefrom as necessary. Additionally, Corporate Auditors were notified by the Accounting Auditor that "a system to ensure the proper performance of the duties" (matters set forth in each Item of Article 131 of the Regulations on Corporate Accounting) had been established in accordance with "Quality Control Standards for Audits" (Business Accounting Council) and other relevant standards, and requested explanations as necessary.

In accordance with the foregoing method, the Board of Corporate Auditors examined the Business Report and its Accompanying Supplementary Schedules, the non-consolidated financial statements (Non-Consolidated Balance Sheet, Non-Consolidated Statement of Incomes, Non-Consolidated Statement of Changes in Equity, and Notes to Non-Consolidated Financial Statements) and their supporting schedules, as well as the consolidated financial statements (Consolidated Statement of Financial Position, Consolidated Statement of Profit or Loss, Consolidated Statement of Changes in Equity, and Notes to Consolidated Financial Statements) that were prepared with some omissions of disclosure items required under the International Financial Reporting Standards as prescribed by the second sentence of Article 120, Paragraph 1 of the Regulations on Corporate Accounting) for the fiscal year under review.

## 2. Results of Audit

### (1) Results of audit of the Business Report and other documents

- (i) We confirm that the Business Report and its supporting schedules accurately represent the position of the Company according to laws, regulations and the Articles of Incorporation of the Company.
- (ii) We have not found any improper conduct or any material fact contravening any laws, regulations or the Articles of Incorporation of the Company in relation to the performance of duties by Directors.
- (iii) We confirm that the resolutions by the Board of Directors with respect to the internal control system are appropriate. In addition, we have not found any matters that should be noted regarding the contents of the Business Report and the performance of duties by Directors in relation to the internal control system including the internal control regarding financial reporting.

### (2) Results of audit of the non-consolidated financial statements and their supporting schedules

We confirm that the method and the results of the audit conducted by KPMG AZSA LLC, Accounting Auditor of the Company, are appropriate.

### (3) Results of audit of consolidated financial statements

We confirm that the method and the results of the audit conducted by KPMG AZSA LLC, Accounting Auditor of the Company, are appropriate.

May 11, 2026

The Board of Corporate Auditors of SANTEN PHARMACEUTICAL, Co., LTD.

Hiroshi ISAKA, Standing Corporate Auditor (seal)

Junichi ASATANI, Outside Corporate Auditor (seal)

Yaeko HODAKA, Outside Corporate Auditor (seal)

Yuichiro MUNAKATA, Outside Corporate Auditor (seal)

End of the report.