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Securities code: 2484
November 11, 2026
(Start date of electronic provision measures: November 4, 2026)

To Shareholders with Voting Rights:

Satoshi Yano,
President & CEO
Demae-can Co., Ltd.
5-27-5 Sendagaya, Shibuya-ku,
Tokyo

NOTICE OF THE 27TH ANNUAL GENERAL MEETING OF SHAREHOLDERS

We would like to express our sincere gratitude for your continued support and patronage.

Please be informed that the 27th Annual General Meeting of Shareholders of Demae-can Co., Ltd. (the "Company") will be held as described below.

In convening this General Meeting of Shareholders, the Company has taken measures to provide information electronically. The matters subject to the measures for electronic provision are posted as the "Notice of the 27th Annual General Meeting of Shareholders" on the following websites on the Internet.

The Company's website:
https://corporate.demae-can.co.jp/en/

Tokyo Stock Exchange website (Listed Company Search):
https://www2.jpx.co.jp/tseHpFront/JJK020010Action.do?Show=Show
(At the above Tokyo Stock Exchange website, enter the Issue name (company name) or Code (2484), click "Search," select "Basic information" and then "Documents for public inspection/PR information" to view the information.)

This General Meeting will be one convened without a designated physical venue ("fully online general meeting of shareholders"), based on Article 66, Paragraph 1 of the Act for Partially Amending the Industrial Competitiveness Enhancement Act and Other Related Acts (Act No. 70 of 2021) and Article 12, Paragraph 2 of the Company's Articles of Incorporation. Please attend this General Meeting online, as there will be no venue for shareholders to actually attend. For details on the website URL, the method to log in to the website, and steps for attending, please refer to the Holding of a Fully Online General Meeting of Shareholders starting from page 5 of this Notice (available on the Japanese version).

If you are unable to attend the meeting, or in preparation for a network outage or other reason if you do plan to attend the meeting, you may exercise your voting rights via the Internet or in writing, and are requested to exercise your voting in advance using these methods. If you exercise your voting rights in advance via the Internet or in writing, please review the Reference Documents for the General Meeting of Shareholders and exercise your voting rights by 6:30 p.m. on Wednesday, November 25, 2026.

1. Date and Time: Thursday, November 26, 2026, at 10:00 a.m. Japan time
*Login is scheduled to become available at 9:30 a.m.
*If this General Meeting of Shareholders cannot be held on the above date due to network outage or other reasons, the meeting will be held on Friday, November 27, 2026, at 10:00 a.m. Japan time. If it is decided to hold the meeting on this alternate date, this information will be posted on the Company's website (https://corporate.demae-can.co.jp/en/) promptly.

2. Method of convening: General shareholders meeting without a designated physical venue (fully online general meeting of shareholders)
*This General Meeting will be convened only on the Internet without any venue to actually attend. Please attend via the Company's designated website. For details on the website URL, the method to log in to the website, and steps for attending, please refer to the Holding of a Fully Online General Meeting of Shareholders starting from page 5 (available on the Japanese version).

3. Meeting Agenda:

Matters to be reported:
1. The Business Report, Consolidated Financial Statements for the Company's 27th Fiscal Year (September 1, 2025 to August 31, 2026) and results of audits of the Consolidated Financial Statements by the Accounting Auditor and the Audit & Supervisory Board
2. Non-consolidated Financial Statements for the Company's 27th Fiscal Year (September 1, 2025 to August 31, 2026)

Proposals to be resolved:

Proposal 1:	Partial Amendments to the Articles of Incorporation
Proposal 2:	Election of Seven Directors (Excluding Directors Who Are Audit & Supervisory Committee Members)
Proposal 3:	Election of Three Directors Who Are Audit & Supervisory Committee Members
Proposal 4:	Determination of the Amount of Compensation for Directors (Excluding Directors Who Are Audit & Supervisory Committee Members)
Proposal 5:	Determination of the Amount of Compensation for Directors Who Are Audit & Supervisory Committee Members

4. Other Matters Related to the Meeting:

(1) Information in the proceedings of this General Meeting will be transmitted via the Internet.

(2) Communications equipment and all expenses necessary for attending this General Meeting of Shareholders are the responsibility of the shareholders.

(3) If a shareholder who has exercised their voting rights in advance via the Internet or in writing attends this General Meeting of Shareholders and votes again, the last vote cast at the meeting will be deemed valid. If a shareholder exercises their voting rights in advance and then attends the fully online General Meeting of Shareholders, but the Company cannot confirm the exercise of voting rights at the meeting, the vote cast in advance via the Internet or in writing will be deemed valid in order to reflect the opinions of as many shareholders as possible in the voting results.

(4) If a shareholder exercises their voting rights in advance via the Internet or in writing, the vote cast via the Internet will be deemed valid.

(5) If a shareholder exercises their voting rights in advance multiple times via the Internet, the final vote cast will be deemed valid.

(6) If a shareholder does not exercise their voting rights in advance via the Internet or in writing and attends the fully online General Meeting of Shareholders, but the Company cannot confirm the exercise of voting rights at the meeting, the vote will be deemed as an abstention.

(7) If a network outage or other significant interruption of communication occurs, the chairperson shall be allowed the discretion to decide to postpone or adjourn the meeting through a resolution at the start of the meeting. Based on the said resolution, if the chairperson decides to postpone or adjourn, a postponed or adjourned meeting will be convened on Friday, November 27, 2026 at 10 a.m. Japan time. Shareholders will be notified of this promptly on our website (https://corporate.demae-can.co.jp/en/). Please attend the postponed or adjourned meeting by following the procedures in "Holding of a Fully Online General Meeting of Shareholders" starting from page 5 of this Notice (available on the Japanese version).

(8) Depending on the settings of your communication equipment, network outages may arise, including distortions or temporary interruptions in video and/or audio. Please note that we will not be responsible for any disadvantages experienced by shareholders in attendance at this General Meeting due to such communication problems.

(9) We have prepared an exclusive website that shareholders can access from smartphones in

order to facilitate attendance at the fully online General Meeting of Shareholders, and we are striving to make this more convenient, but we recommend that shareholders who have difficulty attending via this website exercise their voting rights in advance in writing.

(10) Shareholders who wish to attend by proxy should designate one other shareholder, who also holds voting rights, in accordance with the provisions of laws and regulations and the Articles of Incorporation. For procedural details, please see "Holding of a Fully Online General Meeting of Shareholders" starting from page 5 of this Notice (available on the Japanese version).

(11) If a shareholder indicates neither their approval nor disapproval of the proposal on the voting form, it will be deemed an indication of approval.

◎ If revisions are made to the information that has been provided electronically, the revised content will be posted on the corresponding websites.

◎ A paper copy describing the information provided electronically will be sent to shareholders who have requested it. This paper copy does not include the information listed below in accordance with laws and regulations, and Article 15, Paragraph 2 of the Company's Articles of Incorporation. Therefore, the Business Report, Consolidated Financial Statements, and Non-Consolidated Financial Statements included in the paper copy constitute part of the Business Report, Consolidated Financial Statements, and Non-Consolidated Financial Statements audited by the Accounting Auditor and the Audit & Supervisory Board in preparing an accounting audit report and an audit report, respectively.

- Status of Employees
- Principal Lenders and Amount of Borrowings
- Other Important Matters Regarding the Current Status of the Corporate Group
- Status of the Accounting Auditor
- Systems Established to Ensure the Appropriateness of Operations and the Operational Status Thereof
- Basic Policy Regarding the Control of the Company
- Policy Regarding Decisions on Dividends of Surplus, Etc.
- Notes to Consolidated Financial Statements
- Notes to Non-Consolidated Financial Statements

◎ The Notice of Resolutions for the General Meeting of Shareholders will be posted on the Company's website (https://corporate.demae-can.co.jp/en/) instead of being sent directly to shareholders in writing.

Reference Documents for the General Meeting of Shareholders

Proposal 1: Partial Amendments to the Articles of Incorporation

1. Reasons for the proposal

(1) To further strengthen the supervisory functions of the Board of Directors and enhance corporate governance, as well as to improve management efficiency through rapid decision-making and flexible business execution resulting from the delegation of authority, the Company intends to transition to a company with an Audit & Supervisory Committee. Accordingly, the Company proposes to establish new provisions regarding the Audit & Supervisory Committee and its members, while deleting provisions regarding Audit & Supervisory Board Members and the Audit & Supervisory Board and making other necessary amendments.

(2) To ensure consistency with the English company name used externally, the Company proposes to change the English trade name stated in Article 1 (Trade Name).

(3) In addition to adjusting article numbering and other details and refining certain wording in conjunction with the above changes, and in order to unify the notation throughout the Articles of Incorporation, the square brackets [ ] used in article headings will be changed to parentheses ( ), and other necessary adjustments will be made.

2. Details of the changes

The following changes are proposed.

The amendments to the Articles of Incorporation pertaining to this proposal shall become effective upon the conclusion of this General Meeting of Shareholders.

(Changes are underlined.)

Current Articles of Incorporation	Proposed Amendments
Chapter 1 General Provisions	Chapter 1 General Provisions
[Trade Name]	(Trade Name)
Article 1 The Company shall be called KABUSIKI KAISYA DEMAE-CAN, which shall be expressed in English as DEMAE-CAN CO., LTD.	Article 1 The Company shall be called KABUSIKI KAISYA DEMAE-CAN, which shall be expressed in English as Demae-can Co., Ltd.
Article 2 to Article 3 (Omitted)	Article 2 to Article 3 (As currently written)
[Bodies]	(Bodies)
Article 4 The Company shall establish the following bodies in addition to the general meeting of shareholders and the directors. 1. Board of Directors 2. Audit & Supervisory Board Members 3. Audit & Supervisory Board 4. Accounting Auditor	Article 4 The Company shall establish the following bodies in addition to the general meeting of shareholders and the directors. 1. Board of Directors 2. Audit & Supervisory Committee (Deleted) 3. Accounting Auditor

(Note) Regarding the change to unify the brackets used for article headings—switching from square brackets [ ] to parentheses ( )—as this is a change in notation, individual entries for these changes have been omitted from the comparison table of current and proposed provisions.

(Changes are underlined.)

Current Articles of Incorporation	Proposed Amendments
Article 5 (Omitted)	Article 5 (As currently written)
Chapter 2 Shares	Chapter 2 Shares
Article 6 to Article 11 (Omitted)	Article 6 to Article 11 (As currently written)
Chapter 3 General Meeting of Shareholders	Chapter 3 General Meeting of Shareholders
Article 12 (Omitted)	Article 12 (As currently written)
[Record Date for Annual General Meeting of Shareholders]	(Record Date for Annual General Meeting of Shareholders)
Article 13 The record for voting rights at the Company's Annual General Meeting of Shareholders shall be August 31 of each year.	Article 13 The record date for voting rights at the Company's Annual General Meeting of Shareholders shall be August 31 of each year.
Article 14 to Article 17 (Omitted)	Article 14 to Article 17 (As currently written)
Chapter 4 Directors and Board of Directors	Chapter 4 Directors and Board of Directors
[Number of Directors]	(Number of Directors)
Article 18 The Company shall have no more than ten (10) Directors.	Article 18 The Company shall have no more than ten (10) Directors (excluding Directors who are Audit & Supervisory Committee Members).
(New article)	(2) The Company shall have no more than four (4) Directors who are Audit & Supervisory Committee Members.
[Method of Electing Directors]	(Method of Electing Directors)
Article 19 Directors shall be elected at a General Meeting of Shareholders.	Article 19 Directors shall be elected at a General Meeting of Shareholders, which shall be implemented by distinguishing between Directors who are Audit & Supervisory Committee Members and other Directors.
(2) to (3) (Omitted)	(2) to (3) (As currently written)
[Term of Office of Directors]	(Term of Office of Directors)
Article 20 The term of office of Directors shall expire at the conclusion of the Annual General Meeting of Shareholders relating to the business year that ends within one (1) year after their election.	Article 20 The term of office of Directors (excluding Directors who are Audit & Supervisory Committee Members) shall expire at the conclusion of the Annual General Meeting of Shareholders relating to the last business year that ends within one (1) year after their election.

(Note) Regarding the change to unify the brackets used for article headings—switching from square brackets [ ] to parentheses ( )—as this is a change in notation, individual entries for these changes have been omitted from the comparison table of current and proposed provisions.

(Changes are underlined.)

Current Articles of Incorporation	Proposed Amendments
(2) The term of office of any Director elected to increase the number of Directors or to fill a vacancy shall continue until the expiration of the terms of office of the other incumbent Directors.	(Deleted)
(New article)	(2) The term of office of Directors who are Audit & Supervisory Committee Members shall expire at the conclusion of the Annual General Meeting of Shareholders relating to the last business year that ends within two (2) years after their election.
(New article)	(3) The term of office of Directors who are Audit & Supervisory Committee Members elected to fill a vacancy caused by the resignation of Directors who are Audit & Supervisory Committee Members prior to the expiration of such Directors' term of office shall expire at the time the term of office of their predecessor would have expired.
[Representative Directors and Directors with Special Titles]	(Representative Directors and Directors with Special Titles)
Article 21 The Board of Directors shall, by its resolution, appoint the Representative Directors.	Article 21 The Board of Directors shall, by its resolution, appoint the Representative Directors from among Directors (excluding Directors who are Audit & Supervisory Committee Members).
(2) The Board of Directors shall, by its resolution, appoint one (1) President from among Directors, and may, as necessary, appoint one (1) Chairman, as well as one (1) or more Vice Presidents, Senior Managing Directors, and Managing Directors.	(2) The Board of Directors shall, by its resolution, appoint one (1) President from among Directors (excluding Directors who are Audit & Supervisory Committee Members), and may, as necessary, appoint one (1) Chairman, as well as one (1) or more Vice Presidents, Senior Managing Directors, and Managing Directors.
Article 22 (Omitted)	Article 22 (As currently written)

(Note) Regarding the change to unify the brackets used for article headings—switching from square brackets [ ] to parentheses ( )—as this is a change in notation, individual entries for these changes have been omitted from the comparison table of current and proposed provisions.

(Changes are underlined.)

Current Articles of Incorporation	Proposed Amendments
[Procedures for Convocation of Meetings of the Board of Directors] Article 23 Notice of convocation of a meeting of the Board of Directors shall be given to each Director and Audit & Supervisory Board Member at least seven (7) days prior to the date of such meeting; provided, however, that such period may be shortened in case of emergency. (2) If there is unanimous consent on the part of all the Directors and Audit & Supervisory Board Members, the meeting of the Board of Directors may be held without following the convocation procedures.	(Procedures for Convocation of Meetings of the Board of Directors) Article 23 Notice of convocation of a meeting of the Board of Directors shall be given to each Director at least three (3) days prior to the date of such meeting; provided, however, that such period may be shortened in case of emergency. (2) If there is unanimous consent on the part of all the Directors, the meeting of the Board of Directors may be held without following the convocation procedures.
[Omission of Resolution by the Board of Directors] Article 24 If a Director submits a proposal regarding a matter to be resolved by the Board of Directors, and if all of the Directors (limited to those entitled to participate in the resolution on said matter) consent to said proposal, either in writing or in electronic form, the Company shall deem said proposal as having been approved by the Board of Directors; provided, however, that this shall not apply if an Audit & Supervisory Board Member states an objection.	(Omission of Resolution by the Board of Directors) Article 24 If a Director submits a proposal regarding a matter to be resolved by the Board of Directors, and if all of the Directors (limited to those entitled to participate in the resolution on said matter) consent to said proposal, either in writing or in electronic form, the Company shall deem said proposal as having been approved by the Board of Directors.
(New article)	(Delegation of Decisions on Important Business Execution) Article 25 The Company may, pursuant to the provisions of Article 399-13, Paragraph 6 of the Companies Act, by a resolution of the Board of Directors, delegate all or part of the decisions on the execution of important business affairs (excluding the matters listed in each item of Paragraph 5 of the same Article) to its Directors.

(Note) Regarding the change to unify the brackets used for article headings—switching from square brackets [ ] to parentheses ( )—as this is a change in notation, individual entries for these changes have been omitted from the comparison table of current and proposed provisions.

(Changes are underlined.)

Current Articles of Incorporation	Proposed Amendments
[Compensation, Etc.] Article 25 Compensation, bonuses, and other financial benefits received by Directors from the Company in consideration of the execution of their duties (hereinafter referred to as "compensation, etc.") shall be determined by a resolution of the General Meeting of Shareholders.	(Compensation, Etc.) Article 26 Compensation, bonuses, and other financial benefits received by Directors from the Company in consideration of the execution of their duties (hereinafter referred to as "compensation, etc.") shall be determined by a resolution of the General Meeting of Shareholders, which shall be implemented by distinguishing between Directors who are Audit & Supervisory Committee Members and other Directors.
Article 26 to Article 27 (Omitted)	Article 27 to Article 28 (As currently written)
Chapter 5 Audit & Supervisory Board Members and Audit & Supervisory Board	(Deleted)
[Number of Audit & Supervisory Board Members] Article 28 The Company shall have no more than four (4) Audit & Supervisory Board Members.	(Deleted)
[Method of Electing Audit & Supervisory Board Members] Article 29 Audit & Supervisory Board Members shall be elected at a General Meeting of Shareholders. (2) Resolutions for the election of Audit & Supervisory Board Members shall be made with shareholders present at a meeting who hold shares representing one-third (1/3) or more of the voting rights of shareholders entitled to exercise voting rights, by a majority of the voting rights of the attending shareholders.	(Deleted)

(Note) Regarding the change to unify the brackets used for article headings—switching from square brackets [ ] to parentheses ( )—as this is a change in notation, individual entries for these changes have been omitted from the comparison table of current and proposed provisions.

(Changes are underlined.)

Current Articles of Incorporation	Proposed Amendments
[Term of Office of Audit & Supervisory Board Members] Article 30 The term of office of Audit & Supervisory Board Members shall expire at the conclusion of the Annual General Meeting of Shareholders relating to the last business year that ends within four (4) years after their election. (2) The term of office of Audit & Supervisory Board Members elected to fill a vacancy shall expire at the time the term of office of the Audit & Supervisory Board Member who has retired would have expired.	(Deleted)
[Full-time Audit & Supervisory Board Members] Article 31 Full-time Audit & Supervisory Board Members shall be appointed by a resolution of the Audit & Supervisory Board.	(Deleted)
[Procedures for Convocation of Meetings of the Audit & Supervisory Board] Article 32 Notice of convocation of a meeting of the Audit & Supervisory Board shall be given to each Audit & Supervisory Board Member at least three (3) days prior to the date of such meeting; provided, however, that such period may be shortened in case of emergency. (2) If there is unanimous consent on the part of all the Audit & Supervisory Board Members, the meeting of the Audit & Supervisory Board may be held without following the convocation procedures.	(Deleted)
[Compensation, Etc.] Article 33 Compensation, etc. for Audit & Supervisory Board Members shall be determined by a resolution of the General Meeting of Shareholders.	(Deleted)

(Note) Regarding the change to unify the brackets used for article headings—switching from square brackets [ ] to parentheses ( )—as this is a change in notation, individual entries for these changes have been omitted from the comparison table of current and proposed provisions.

(Changes are underlined.)

Current Articles of Incorporation	Proposed Amendments
[Exemption from Liability of Audit & Supervisory Board Members] Article 34 Pursuant to the provisions of Article 426, Paragraph 1 of the Companies Act, the Company may, by a resolution of the Board of Directors, exempt Audit & Supervisory Board Members (including former Audit & Supervisory Board Members) from liability for damages caused by a breach of their duties, to the extent permitted by laws and regulations. (2) Pursuant to the provisions of Article 427, Paragraph 1 of the Companies Act, the Company may enter into an agreement with an Audit & Supervisory Board Member to limit their liability for damages caused by a breach of their duties; provided, however, that the maximum amount of liability for damages under such an agreement shall be the amount prescribed by laws and regulations.	(Deleted)
[Audit & Supervisory Board Regulations] Article 35 Matters concerning the Audit & Supervisory Board shall be governed by the Audit & Supervisory Board Regulations stipulated by the Audit & Supervisory Board, in addition to laws and regulations or these Articles of Incorporation.	(Deleted)
(New article)	Chapter 5 Audit & Supervisory Committee (Full-time Audit & Supervisory Committee Members)
(New article)	Article 29 The Audit & Supervisory Committee may, by its resolution, appoint a full-time Audit & Supervisory Committee Member from among the Audit & Supervisory Committee Members when it deems it necessary.

(Note) Regarding the change to unify the brackets used for article headings—switching from square brackets [ ] to parentheses ( )—as this is a change in notation, individual entries for these changes have been omitted from the comparison table of current and proposed provisions.

(Changes are underlined.)

Current Articles of Incorporation	Proposed Amendments
(New article)	(Procedures for Convocation of Meetings of the Audit & Supervisory Committee) Article 30 Notice of convocation of a meeting of the Audit & Supervisory Committee shall be given to each Audit & Supervisory Committee Member at least three (3) days prior to the date of such meeting; provided, however, that such period may be shortened in case of emergency. (2) If there is unanimous consent on the part of all the Audit & Supervisory Committee Members, the meeting of the Audit & Supervisory Committee may be held without following the convocation procedures.
(New article)	(Audit & Supervisory Committee Regulations) Article 31 Matters concerning the Audit & Supervisory Committee shall be governed by the Audit & Supervisory Committee Regulations stipulated by the Audit & Supervisory Committee, in addition to laws and regulations or these Articles of Incorporation.
Chapter 6 Accounts Article 36 to Article 39 (Omitted)	Chapter 6 Accounts Article 32 to Article 35 (As currently written)

(Note) Regarding the change to unify the brackets used for article headings—switching from square brackets [ ] to parentheses ( )—as this is a change in notation, individual entries for these changes have been omitted from the comparison table of current and proposed provisions.

(Changes are underlined.)

Current Articles of Incorporation	Proposed Amendments
(New article)	Supplementary Provisions (Transitional Measures Regarding Exemption from Liability of Audit & Supervisory Board Members) Article 1 The Company shall render the provisions of Article 34 of the Articles of Incorporation prior to the amendments by resolution of the 27th Annual General Meeting of Shareholders still applicable regarding exemption from liability for damages pursuant to Article 423, Paragraph 1 of the Companies Act for Audit & Supervisory Board Members (including former Audit & Supervisory Board Members) concerning acts committed prior to the conclusion of said Annual General Meeting of Shareholders, as well as liability limitation agreements already concluded with Audit & Supervisory Board Members.

(Note) Regarding the change to unify the brackets used for article headings—switching from square brackets [ ] to parentheses ( )—as this is a change in notation, individual entries for these changes have been omitted from the comparison table of current and proposed provisions.

Proposal 2: Election of Seven Directors (Excluding Directors Who Are Audit & Supervisory Committee Members)

Subject to the approval of Proposal 1 "Partial Amendments to the Articles of Incorporation," the Company will transition to a company with an Audit & Supervisory Committee.

Accordingly, as the terms of office of all seven incumbent Directors will expire as of the conclusion of this General Meeting of Shareholders, the Company proposes that seven Directors (excluding Directors who are Audit & Supervisory Committee Members) be appointed following the transition to a company with an Audit & Supervisory Committee.

This proposal shall become effective subject to the amendments to the Articles of Incorporation under Proposal 1 "Partial Amendments to the Articles of Incorporation" taking effect.

In selecting the candidates for Director (excluding Directors who are Audit & Supervisory Committee Members), the Company consulted with and received reports from the Nomination Advisory Committee, which is chaired by an Outside Director who is an independent officer.

The candidates for Director (excluding Directors who are Audit & Supervisory Committee Members) are as follows.

<table>
<tr><th>No.</th><th>Name
(Date of birth)</th><th colspan="2">Career summary and positions and responsibilities at the Company
(significant concurrent positions)</th><th>Number of shares of the Company held</th></tr>
<tr><td rowspan="2">1</td><td>Satoshi Yano
(April 26, 1978)

[Reappointment]

Term of office
4 years (as of the end of the General Meeting of Shareholders)</td><td>July 2000
June 2013
May 2016

January 2019
January 2021
May 2021
November 2022

September 2024
May 2025</td><td>Joined JPMorgan Securities Japan Co., Ltd.
Joined Intel Kabushiki Kaisha
Joined LINE Corporation (currently A Holdings Corporation)
Executive Officer, LINE Corporation
Operating Officer & CFO, the Company
Director, Demae-can communications Co., Ltd.
Director and Operating Officer (CFO), the Company
President & CEO, the Company (current position)
President & CEO, Demae-can communications Co., Ltd. (current position)</td><td>48,695</td></tr>
<tr><td colspan="4">[Reasons for nomination as candidate for Director]
Mr. Satoshi Yano possesses a high level of expertise and extensive experience in a broad range of areas including financial affairs, investment development, and investor relations. At the Company, he has strived to improve financial position and strengthened internal controls as head of corporate planning and administrative divisions, significantly contributing to the reinforcement of corporate base. Since September 2024, he has also showed outstanding leadership as President & CEO, leading the formulation of a company-wide business strategy and the promotion of businesses, strengthening organizational structure with a view to sustainable growth, and, in addition, further enhancing governance and compliance systems. We believe that his extensive experience that he has cultivated, track records, and his strong leadership will contribute to the Company's sustainable growth and the further improvement of corporate value. We therefore request that Mr. Yano be reappointed as a Director.</td></tr>
</table>

<table>
<tr><th>No.</th><th>Name
(Date of birth)</th><th colspan="2">Career summary and positions and responsibilities at the Company
(significant concurrent positions)</th><th>Number of shares of the Company held</th></tr>
<tr><td rowspan="2">2</td><td>Ayako Shiga
(August 19, 1978)

[Reappointment]

Term of office
1 year (as of the end of the General Meeting of Shareholders)</td><td>February 2008
February 2021

May 2021
March 2022
November 2022

September 2023
September 2024
December 2024

November 2025

September 2026</td><td>Joined FreeBit Co., Ltd.
Joined Nint Holdings Co., Ltd. (currently Nint Inc.)
Joined Creww Inc., Corporate Team Director
Joined the Company
General Manager of Corporate Management Department, Corporate Planning Division, the Company
Head of Administrative Division, the Company
Head of BP Operations Division, the Company
Operating Officer, Head of BP Operations Division, the Company
Director and Head of BP Operations Division, the Company
Director, Operating Officer, and Head of Operations Division, the Company (current position)</td><td>9,000</td></tr>
<tr><td colspan="4">[Reasons for nomination as candidate for Director]
Ms. Ayako Shiga is well-versed in internal controls including the domains of corporate legal affairs and general affairs, serving in administrative division over many years, and has strived to build a management base from a perspective of controls. After joining the Company, as Head of Administrative Division, she has, among other initiatives, promoted the development and enhancement of overall administration functions as well as developed controls of operations in the businesses, thereby significantly contributing to the stable operations of management. We believe that such knowledge and track records will contribute to further strengthening the Company’s governance and are indispensable for its sustainable growth and the further improvement of corporate value. We therefore request that Ms. Shiga be reappointed as a Director.</td></tr>
</table>

No.	Name (Date of birth)	Career summary and positions and responsibilities at the Company (significant concurrent positions)		Number of shares of the Company held
3	Shoji Yasuoka (May 6, 1980) [Reappointment] Term of office 1 year (as of the end of the General Meeting of Shareholders)	April 2004 September 2010 May 2013 July 2017 March 2021 October 2023 January 2025 November 2025 September 2026	Joined livedoor Co., Ltd. Joined Citigroup Global Markets Japan Inc. Joined Industrial Growth Platform, Inc. (IGPI) Joined LINE Corporation (currently A Holdings Corporation), Executive Officer, General Manager of Corporate Planning Office Managing Corporate Officer, Z Holdings Corporation (currently LY Corporation) Senior Executive Officer, General Manager of Corporate Planning Office, LINE Corporation (currently Z Intermediate Global Corporation) Executive Corporate Officer, General Manager of Corporate Planning Office, LY Corporation Head of Corporate Planning Division, the Company Director and Head of Corporate Planning Division, the Company Director, Operating Officer, and Head of Corporate Strategy Division, the Company (current position)	-
	[Reasons for nomination as candidate for Director] Mr. Shoji Yasuoka has been engaged in advisory and consulting service for important management issues including M&As, strategic investments, capital policies, and business strategies at investment banks and consulting firms, contributing to the growth of client corporations and the strengthening of their financial bases. In addition, as head of corporate planning division at operating companies, he has led the formulation of company-wide strategies, the enhancement of management control systems, and the reorganization and consolidation of the groups' companies. He has also strived to build governance systems that contribute to the improvement of corporate value, thereby possessing knowledge and track records in a broad range of domains. Based on such knowledge and track records, we believe that he will contribute to, at the Company, enhancing corporate planning function, promoting sustainable development strategies, and strengthening the decision-making and supervision functions of the Board of Directors. We therefore request that Mr. Yasuoka be reappointed as a Director.			

No.	Name (Date of birth)	Career summary and positions and responsibilities at the Company (significant concurrent positions)	Number of shares of the Company held
4	Hiroki Tomiyama (September 5, 1976) [Reappointment] [Outside] [Independent Officer] Term of office 6 years (as of the end of the General Meeting of Shareholders)	October 2007 Joined Sapporo Drug Store Co., Ltd. May 2015 Representative Director and President, Sapporo Drug Store Co., Ltd. February 2016 Director and Vice President, EZODEN Co., Ltd. August 2016 Representative Director and President, SATUDORA HOLDINGS CO., LTD. July 2019 Representative Director, Chairman and CEO, Regional Marketing Co., Ltd. (current position) Director and Chairman, GRIT WORKS CO., LTD. (current position) Director and CMO, AWL, Inc. August 2020 Representative Director, President and CEO, SATUDORA HOLDINGS CO., LTD. (current position) Representative Director, President and CEO, Sapporo Drug Store Co., Ltd. (current position) November 2020 Outside Director, Valuence Holdings Inc. Director, the Company (current position) October 2022 Director, S Ventures Co., Ltd. (current position) October 2023 Non-executive Director, AWL, Inc. (current position)	-
	[Reasons for nomination as candidate for Outside Director and summary of expected roles] Mr. Hiroki Tomiyama possesses extensive experience and outstanding insight cultivated as a corporate executive over many years, and has provided numerous valuable pieces of advice on the Group's management policy and business operations from practical and strategic perspectives. We believe that he will continue to utilize his broad networks and in-depth management insight in the service of the Company's management, and contribute to qualitative improvement of overall Group management. We also believe that he will perform supervision and audits of business execution, which is fair and highly transparent, as a chairperson of the Nomination Advisory Committee. We therefore request that Mr. Tomiyama be reappointed as an Outside Director.		

<table>
<tr><th>No.</th><th>Name
(Date of birth)</th><th colspan="2">Career summary and positions and responsibilities at the Company
(significant concurrent positions)</th><th>Number of shares of the Company held</th></tr>
<tr><td rowspan="2">5</td><td>Issei Mori
(April 26, 1978)

[Reappointment]
[Outside]
[Independent Officer]

Term of office
6 years (as of the end of the General Meeting of Shareholders)</td><td>December 2009
January 2010
September 2012
October 2016

October 2017

November 2017

December 2017

December 2018

November 2020
April 2026</td><td>Registered as an attorney
Joined Kobayashi & Todo Law and Patent Offices
Associate Professor, Keio University Law School
Established Daikanyama Law Office, appointed representative (current position)
Outside Auditor, FIRSTLOGIC, INC. (currently RAKUMACHI,INC.)
Outside Auditor, Tampei Pharmaceutical Co., Ltd. (current position)
Outside Auditor, SportsField Co., Ltd.
Outside Auditor, Atrae, Inc.
Non-executive Director (Audit & Supervisory Board Member), Retty Inc. (current position)
Representative Director, SDGth Inc. (current position)
Director, the Company (current position)
Part-time Lecturer, Faculty of Law, Keio University (current position)</td><td>-</td></tr>
<tr><td colspan="4">[Reasons for nomination as candidate for Outside Director and summary of expected roles]
Mr. Issei Mori has extensive practical experience and a high level of expertise cultivated as an attorney, and has utilized that excellent legal insight and his broad knowledge, contributing to strengthening the Company’s corporate governance and compliance systems. As a chairperson of the Advisory Committee on Related Party Transactions and as a member of the Nomination Advisory Committee, he has contributed to ensuring the fairness and transparency of the Company’s management. We believe that he will continue to provide appropriate supervision and advice on important management decisions and business execution from an independent and objective standpoint. We therefore request that Mr. Mori be reappointed as an Outside Director.</td></tr>
</table>

No.	Name (Date of birth)	Career summary and positions and responsibilities at the Company (significant concurrent positions)	Number of shares of the Company held
6	Jun Masuda (April 22, 1977) [Reappointment] [Outside] Term of office 10 years (as of the end of the General Meeting of Shareholders)	October 2008 Joined Naver Japan Corporation (currently A Holdings Corporation), Senior Manager of Business Strategy Department January 2012 Executive Officer, Senior Manager of Business Strategy Department, NHN Japan Corporation (currently A Holdings Corporation) May 2014 Representative Director, LINE Pay Corporation September 2014 Representative Director, LINE Ventures Corporation December 2014 Representative Director, CEO, LINE MUSIC Corporation (current position) March 2015 Director and CSMO, LINE Corporation (currently A Holdings Corporation) November 2016 Director, the Company (current position) July 2020 Director, Sproot inc. (current position) August 2020 Director, LINE Digital Frontier Corporation (current position) November 2020 Director, Webtoon Entertainment Inc. (current position) February 2021 Director and CSMO, LINE Corporation (currently Z Intermediate Global Corporation) March 2021 Director and Senior Managing Corporate Officer, Z Holdings Corporation (currently LY Corporation) April 2021 President, Representative Director and CPO, Z Entertainment Corporation (currently LY Corporation) October 2021 Representative Director, LINE Healthcare Corporation April 2022 Director, Senior Managing Corporate Officer, Entertainment CPO, Z Holdings Corporation (currently LY Corporation) March 2023 Director, GYAO Corporation April 2023 Director, WORKS MOBILE JAPAN Corp. (currently LINE WORKS Corp.) October 2023 Executive Corporate Officer, LY Corporation (current position) November 2024 Director, LINE STUDIO Corporation (current position)	-
	[Reasons for nomination as candidate for Outside Director and summary of expected roles] Mr. Jun Masuda possesses extensive experience and broad insight cultivated in the field of the formulation of a business strategy and as a management advisor, serving as Executive Corporate Officer of LY Corporation and in other executive positions at LINE Corporation and Z Holdings Corporation. We believe that, by leveraging his management acumen and strategic perspective, he will contribute to the formulation of a business strategy that maximizes the use of the management resources possessed by both the Company and LY Corporation, while pursuing the creation of the synergies between the two and sustainable growth. We also believe that he will provide appropriate supervision and advice on important management decisions and business execution, and we therefore request that Mr. Masuda be reappointed as an Outside Director.		

No.	Name (Date of birth)	Career summary and positions and responsibilities at the Company (significant concurrent positions)		Number of shares of the Company held
7	Ryosuke Sakaue (July 30, 1975) [Reappointment] [Outside] Term of office 3 years (as of the end of the General Meeting of Shareholders)	October 2008 April 2015 April 2018 June 2018 October 2019 April 2020 March 2021 September 2021 October 2023 November 2023 June 2024 September 2024 June 2026	Joined Yahoo Japan Corporation (currently LY Corporation) Vice President, Finance Division, Finance Management Group, Yahoo Japan Corporation (currently LY Corporation) EVP, Corporate Officer, CFO and President of Finance Management Group, Corporate Group, Yahoo Japan Corporation (currently LY Corporation) Director, The Japan Net Bank, Limited (currently PayPay Bank Corporation) Managing Corporate Officer, CFO, Z Holdings Corporation (currently LY Corporation) Director, EVP, Managing Corporate Officer, CFO, Yahoo Japan Corporation (currently LY Corporation) Director, Z Financial Corporation Managing Corporate Officer, GCFO (Group Chief Financial Officer), Z Holdings Corporation (currently LY Corporation) Senior Managing Corporate Officer, GCFO (Group Chief Financial Officer), Z Holdings Corporation (currently LY Corporation) Representative Director, Z Intermediate Holdings Corporation (current position) Director, LINE Plus Corporation (current position) Executive Corporate Officer, CFO (Chief Financial Officer), LY Corporation Representative Director, Z Intermediate Global Corporation (current position) Director, the Company (current position) Director, LINE Financial Corporation (current position) Outside Director, primeNumber Inc. (current position) Director, CFO (Chief Financial Officer), LY Corporation (current position)	-
	[Reasons for nomination as candidate for Outside Director and summary of expected roles] Mr. Ryosuke Sakaue possesses extensive experience and a high level of expertise in the fields of accounting and finance, cultivated over many years through roles including serving as Executive Corporate Officer of LY Corporation and in other executive positions at Yahoo Japan Corporation and Z Holdings Corporation; he currently serves as a Director at LY Corporation. We believe that, with his outstanding insight, he will significantly contribute to strengthening the Company's management base and promoting the operational efficiency of the administrative departments in the Group companies. We also believe that Mr. Sakaue will adequately conduct supervision of and provide substantial advice to important management decisions and business execution, thereby contributing to the sustainable growth of the Company and the Group. We therefore request that Mr. Sakaue be reappointed as an Outside Director.			

Notes: 1. There are no special interest relationships between the Company and any of the candidates.
2. Mr. Hiroki Tomiyama, Mr. Issei Mori, Mr. Jun Masuda, and Mr. Ryosuke Sakaue are candidates for Outside Director.
3. The Company has registered Mr. Hiroki Tomiyama and Mr. Issei Mori as independent officers in accordance with the rules of the Tokyo Stock Exchange. If they are reappointed, the Company will continue to register them as independent officers.
4. The Company has entered into a liability limitation agreement with Mr. Hiroki Tomiyama, Mr. Issei Mori, Mr. Jun Masuda, and Mr. Ryosuke Sakaue that limits liability for damages up to the minimum liability amount stipulated in Article 425, Paragraph 1 of the Companies Act, and if they are reappointed, the agreement will be continued.
5. The Company has entered into a directors and officers liability insurance agreement with an insurance company as stipulated in Article 430 (3), Paragraph 1 of the Companies Act. Under the agreement, any damage caused as a result of the insured persons assuming responsibility for the execution of duties as officers or as a result of the insured persons receiving claims pertaining to the pursuit of such responsibility shall be covered, and the insurance agreement is renewed every year. The insured persons under this directors and officers liability insurance agreement are the Directors, Audit & Supervisory Board Members, and Operating Officers of the Company and its consolidated subsidiary, Demae-can Communications Co., Ltd., and the Company pays the entire amount of the insurance premiums for all of the insured persons. In addition, if the candidates take office, the Company intends to insure all of them under the insurance agreement, and although the agreement expires during their terms of office, the Company intends to continue renewing the insurance agreement under the same terms and conditions for all of the insured persons.

Proposal 3: Election of Three Directors Who Are Audit & Supervisory Committee Members

Subject to the approval of Proposal 1 "Partial Amendments to the Articles of Incorporation," the Company will transition to a company with an Audit & Supervisory Committee.

Accordingly, the Company proposes that three Directors who are Audit & Supervisory Committee Members be appointed.

This proposal shall become effective subject to the amendments to the Articles of Incorporation under Proposal 1 "Partial Amendments to the Articles of Incorporation" taking effect.

The Company has confirmed that the Audit & Supervisory Board has no objection to the submission of this proposal.

The candidates for Directors who are Audit & Supervisory Committee Members are as follows.

No.	Name (Date of birth)	Career summary and positions and responsibilities at the Company (significant concurrent positions)		Number of shares of the Company held
1	Yoichi Namekata (March 21, 1969) [New Appointment] [Outside] [Independent Officer] Term of office (-)	April 1996	Registered as attorney-at-law	-
		August 1999	Joined Merrill Lynch Japan Securities Co., Ltd. (currently BofA Securities Japan Co., Ltd.)	
		May 2003	Joined the Financial Services Agency	
		January 2008	Joined Tokyo Aoyama Aoki Koma Law Office	
		August 2009	Joined Blakemore & Mitsuki	
		August 2013	Representative Partner, NAMEKATA International Law Office (current position)	
		June 2018	Outside Audit & Supervisory Board Member, Suruga Bank Ltd.	
		March 2019	Outside Corporate Auditor, LINE Corporation (currently A Holdings Corporation)	
		June 2019	Outside Director who is an Audit and Supervisory Committee Member, Suruga Bank Ltd. (current position)	
		March 2020	Outside Corporate Auditor, LINE Pay Corporation	
		February 2021	Outside Corporate Auditor, LINE Corporation	
	[Reasons for nomination as candidate for Outside Director who is an Audit & Supervisory Committee Member and summary of expected roles] As an attorney-at-law, Mr. Yoichi Namekata has long been engaged in work concerning compliance, internal controls, and corporate governance, and possesses extensive experience and a high level of professional insight in these areas. We believe that he will contribute to the further enhancement of the Company's corporate governance by leveraging this experience and insight to audit and supervise the execution of duties by Directors from an independent and objective standpoint, and by providing appropriate advice and recommendations aimed at improving the effectiveness of the Group's compliance and internal controls and ensuring the soundness and transparency of management. We therefore request that Mr. Namekata be appointed as an Outside Director who is an Audit & Supervisory Committee Member.			

<table>
<tr><th>No.</th><th>Name
(Date of birth)</th><th colspan="2">Career summary and positions and responsibilities at the Company
(significant concurrent positions)</th><th>Number of shares of the Company held</th></tr>
<tr><td rowspan="2">2</td><td>Yuji Suzuki
(May 2, 1964)

[New Appointment]
[Outside]
[Independent Officer]

Term of office
(-)</td><td>October 1992
April 1996
July 2004
July 2007

July 2021

July 2023

July 2025

December 2025

June 2026</td><td>Joined Chuo Shinko Audit Corporation
Registered as a certified public accountant
Partner, Chuo Audit Corporation
Partner, Ernst & Young Shinnihon (currently Ernst & Young ShinNihon LLC)
Managing Director, General Manager of Human Resource Development Division, Ernst & Young ShinNihon LLC
General Manager of the Fifth Business Department, Ernst & Young ShinNihon LLC
Representative, Yuji Suzuki Certified Public Accountant Office (current position)
Outside Auditor, Obara Group Inc. (current position)
Outside Auditor, INFONET inc. (currently INFONET GROUP inc.) (current position)</td><td>-</td></tr>
<tr><td colspan="4">[Reasons for nomination as candidate for Outside Director who is an Audit & Supervisory Committee Member and summary of expected roles]
As a certified public accountant, Mr. Yuji Suzuki has long been engaged in financial statement audits and internal control audits at audit firms, and possesses extensive experience and a high level of professional insight in finance, accounting, and internal controls. He also possesses extensive experience in organizational management, having served in roles such as partner, managing director, and general managers at audit firms. We believe that he will contribute to the further enhancement of the Company’s corporate governance by leveraging this experience and insight to audit and supervise the execution of duties by Directors from an independent and objective standpoint, and by providing appropriate advice and recommendations regarding the Group’s finance, accounting, and internal controls. We therefore request that Mr. Suzuki be appointed as an Outside Director who is an Audit & Supervisory Committee Member.</td></tr>
</table>

No.	Name (Date of birth)	Career summary and positions and responsibilities at the Company (significant concurrent positions)	Number of shares of the Company held
3	Noritaka Ochiai (June 18, 1974) [New Appointment] [Outside] Term of office (-)	April 1998 Joined The Nikko Securities Co., Ltd. (currently SMBC Nikko Securities Inc.) April 2000 Executive Officer, Arce Co., Ltd. June 2006 Director, General Manager of Business Planning and Management Division, livedoor Holdings Co., Ltd. April 2009 Managing Director, livedoor Co., Ltd. January 2012 Executive Officer, NHN Japan Corporation (currently A Holdings Corporation) April 2013 Executive Officer, LINE Corporation (currently LY Corporation) May 2014 Auditor, LINE Pay Corporation May 2016 Representative Director, President and CEO, LINE Fukuoka Corp. (currently LY Communications Corporation) Auditor, transcosmos online communications inc. (current position) November 2017 Director, Next Library Corporation June 2018 Auditor, LINE Growth Technology Corporation Representative Director, President, LINE Securities Preparatory Corporation (currently LINE Securities Corporation) July 2019 Director, LINE Business Support Corporation October 2021 Board Chairperson, LINE Fukuoka Corp. (currently LY Communications Corporation) (current position) Director, Co-Chairman, LINE Securities Corporation Auditor, Z Entertainment Corporation (currently LY Corporation) November 2021 Audit & Supervisory Board Member, the Company (current position) June 2024 Auditor, LIGHTz Inc. (current position)	-
	[Reasons for nomination as candidate for Outside Director who is an Audit & Supervisory Committee Member and summary of expected roles] Mr. Noritaka Ochiai possesses extensive knowledge and experience in auditing, gained through his experience as an Auditor at subsidiaries of LY Corporation. We believe that he will contribute to the further enhancement of the Company's corporate governance by leveraging this knowledge and experience to audit and supervise the execution of duties by Directors, and by providing appropriate advice and recommendations aimed at maintaining and improving the soundness and transparency of the Company's management. We therefore request that Mr. Ochiai be appointed as an Outside Director who is an Audit & Supervisory Committee Member.		

Notes: 1. There are no special interest relationships between the Company and any of the candidates.
2. Mr. Yoichi Namekata, Mr. Yuji Suzuki, and Mr. Noritaka Ochiai are candidates for Outside Director who is an Audit & Supervisory Committee Member.
3. The Company intends to register Mr. Yoichi Namekata and Mr. Yuji Suzuki as independent officers in accordance with the rules of the Tokyo Stock Exchange if their appointment is approved.
4. Pursuant to Article 427, Paragraph 1 of the Companies Act, the Company has entered into an agreement with Mr. Noritaka Ochiai as an Outside Audit & Supervisory Board Member, limiting his liability for damages under Article 423, Paragraph 1 of the same Act to the minimum liability amount prescribed by laws and regulations. If this proposal is approved as originally proposed, the Company intends to enter into a liability limitation agreement with each candidate under the same terms and conditions as those of the aforementioned agreement.
5. The Company has entered into a directors and officers liability insurance agreement with an insurance company as stipulated in Article 430 (3), Paragraph 1 of the Companies Act. Under the agreement, any damage caused as a result of the insured persons assuming responsibility for the execution of duties as officers or as a result of the insured persons receiving claims pertaining to the pursuit of such responsibility shall be covered, and the insurance agreement is renewed every year. The insured persons under this directors and officers liability insurance agreement are the Directors, Audit & Supervisory Board Members, and Operating Officers of the Company and its consolidated subsidiary, Demae-can Communications Co., Ltd., and the Company pays the entire amount of the insurance premiums for all of the insured persons. In addition, if the candidates take office as Directors who are Audit & Supervisory Committee Members, the Company intends to insure all of them under the insurance agreement, and although the agreement expires during their terms of office, the Company intends to continue renewing the insurance agreement under the same terms and conditions for all of the insured persons.

[Reference] Composition and Skill Matrix of Directors if Proposals Are Approved

The following shows the composition of the Board of Directors and the Audit & Supervisory Committee and the expertise of each Director if Proposals are approved.

* The following table marks up to 3 main skills possessed by each Director and does not represent all knowledge and experience possessed by each Director.

Name	Title	Management	Sales/ Marketing	Financial Affairs	Legal Affairs /Risk	Digital/ Technology	Expertise
		・Corporate management ・Business management	・Business strategy ・Marketing ・Sales	・Financial affairs ・Accounting ・Finance ・Investment	・Legal affairs ・Risk ・Compliance ・Governance	・IT ・DX	
Satoshi Yano	President & CEO	○		○	○		
Ayako Shiga	Director	○			○	○	
Shoji Yasuoka	Director	○	○	○			
Hiroki Tomiyama	Outside Director	○	○			○	
Issei Mori	Outside Director	○		○	○		Attorney
Jun Masuda	Outside Director	○	○			○	
Ryosuke Sakaue	Outside Director	○		○	○		
Yoichi Namekata	Outside Director who is an Audit & Supervisory Committee Member	○		○	○		Attorney
Yuji Suzuki	Outside Director who is an Audit & Supervisory Committee Member	○		○	○		Certified public accountant
Noritaka Ochiai	Outside Director who is an Audit & Supervisory Committee Member	○		○		○	

Proposal 4: Determination of the Amount of Compensation for Directors (Excluding Directors Who Are Audit & Supervisory Committee Members)

The total amount of compensation, etc. for the Company's current Directors was resolved to be no more than 200 million yen per year (including no more than 50 million yen per year for Outside Directors; not including employee salaries) at the 15th Annual General Meeting of Shareholders held on November 27, 2014.

Subject to the approval of Proposal 1 "Partial Amendments to the Articles of Incorporation," the Company will transition to a company with an Audit & Supervisory Committee. Accordingly, the Company proposes to abolish the current monetary compensation limit for Directors and, in accordance with the Companies Act and the Regulations for Enforcement of the Companies Act, to set the total amount of compensation, etc. for Directors (excluding Directors who are Audit & Supervisory Committee Members) at no more than 200 million yen per year—the same amount as previously established—(including no more than 50 million yen per year for Outside Directors; not including the employee salary portion for Directors concurrently serving as employees).

This proposal has been determined by comprehensively considering various factors, including past compensation levels, the scale of the Company's business, and the executive compensation system, while also taking into account reports from the Nomination Advisory Committee; we believe that the details of this proposal are reasonable.

The current number of Directors is seven (including four Outside Directors); however, if Proposal 1 "Partial Amendments to the Articles of Incorporation" and Proposal 2 "Election of Seven Directors (Excluding Directors Who Are Audit & Supervisory Committee Members)" are approved as originally proposed, the number of Directors (excluding Directors who are Audit & Supervisory Committee Members) will be seven (including four Outside Directors).

This proposal shall become effective subject to the amendments to the Articles of Incorporation under Proposal 1 "Partial Amendments to the Articles of Incorporation" taking effect.

Proposal 5: Determination of the Amount of Compensation for Directors Who Are Audit & Supervisory Committee Members

If Proposal 1“Partial Amendments to the Articles of Incorporation” is approved as originally proposed, the Company will transition to a company with an Audit & Supervisory Committee.

Accordingly, the Company proposes to set the compensation for Directors who are Audit & Supervisory Committee Members at no more than 50 million yen per year—the same amount previously approved for the compensation for Audit & Supervisory Board Members at the 15th Annual General Meeting of Shareholders held on November 27, 2014.

This proposal has been determined by comprehensively considering various factors, including the scale of the Company’s business, the executive compensation system and its payment levels, and the number of officers, while also taking into account reports from the Nomination Advisory Committee; we believe that the details of this proposal are reasonable.

If Proposal 1 “Partial Amendments to the Articles of Incorporation” and Proposal 3 “Election of Three Directors Who Are Audit & Supervisory Committee Members” are approved as originally proposed, the number of Directors who are Audit & Supervisory Committee Members under this proposal will be three.

This proposal shall become effective subject to the amendments to the Articles of Incorporation under Proposal 1 “Partial Amendments to the Articles of Incorporation” taking effect.