

July 17, 2025

To our Stakeholders

Company name:	Advance Create Co., Ltd.
Representative:	Yoshiharu Hamada, President (Securities code: 8798; Tokyo, Sapporo, Fukuoka Market)
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Note: This document has been translated from a part of the Japanese original for reference purposes only. In the event of any discrepancy between this translated document and the Japanese original, the original shall prevail.

**Notice of the Issuance of New Shares Through Third-Party Allotment, Business Alliance, Partial Amendment of the Articles of Incorporation, Reduction of the Amount of Share Capital and Capital Reserve, Disposal of Surplus Changes in Major Shareholders, the Largest Shareholder Among Major Shareholders, and Other Affiliated Companies**

In a resolution of the Board of Directors dated July 17, 2025, the Board of Directors, Advance Create Co., Ltd. (hereinafter referred to as the “Company”) decided issuance of common stock through third-party allotment to SBI Holdings, Inc. and LIFENET INSURANCE COMPANY, issuance of Advance Create Co., Ltd. Class A shares through third-party allotment to SBI Holdings, Inc., LIFENET INSURANCE COMPANY, FWD Life Insurance Co., Ltd., Broad-minded Co., Ltd. and MetLife Insurance K.K., entering into business alliance agreements with LIFENET INSURANCE COMPANY, FWD Life Insurance Co., Ltd., Broad-minded Co., Ltd., and MetLife Insurance K.K. effective July 17, 2025, reduction of the amount of share capital and capital reserve and transfer to other capital surplus on the condition that the payment for the third-party allotment is suspended.

In addition to the above, the Board of Directors of the Company resolved at a meeting held today to propose the following agenda items for the Extraordinary Meeting of Shareholders scheduled to be held on August 19, 2025: Resolutions related to this third-party allotment, An increase in the total number of authorized shares of the Company's common stock necessary for the implementation of this third-party allotment, A partial amendment of the Articles of Incorporation to add new provisions regarding the Class A shares, A reduction of the amount of share capital and capital reserve, and The use of capital surplus resulting from the reduction in share capital and capital reserve to cover the deficit in retained earnings.

The third-party allotment is expected to result in changes in the Company's major shareholders, largest shareholder, and other affiliated companies. The execution of the third-party allotment is subject to the effectiveness of the notification filed under the Financial Instruments and Exchange Act, the approval of all proposals related to the third-

party allotment and the reduction in the amount of capital, etc. at the Extraordinary Meeting of Shareholders, and other conditions.

Details of “Notice of the Issuance of New Shares Through Third-Party Allotment, Business Alliance, Partial Amendment of the Articles of Incorporation, Reduction of the Amount of Share Capital and Capital Reserve, Disposal of Surplus, Changes in Major Shareholders, the Largest Shareholder Among Major Shareholders, and Other Affiliated Companies”, please refer to the Japanese original (in Japanese only).