

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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Notice of Acquisition and Cancellation of the 10th Series of Moving Strike Warrant

On July 17, 2025, by written resolution of the Board of Directors, Advance Create Co., Ltd. (hereinafter referred to as the “Company”) resolved to acquire all remaining outstanding the 10th Series of Moving Strike Warrant, which were originally issued on June 24, 2024, and to cancel them immediately upon acquisition. Details are as follows:

1. Details of the 10th Series of Moving Strike Warrant to be acquired and cancelled

(1) Name of security	Advance Create Co., Ltd. 10th Series of moving strike warrant
(2) Number of the 10th Series of Moving Strike Warrant to be acquired and cancelled (Number of shares)	15,690 (1,569,000 shares)
(3) Acquisition cost	12,552,000 yen in total (800 yen per warrant)
(4) Date of Acquisition and Cancellation	August 1, 2025 (scheduled)
(5) Number of the 10th Series of Moving Strike Warrant remaining after cancellation (Number of shares)	0 (0 shares)

2. Reason for acquisition and cancellation

As announced in "Notice Concerning the Issuance of Moving Strike Warrants through Third-Party Allotment." dated June 7, 2024, the Company issued the 10th Series of Moving Strike Warrant to Daiwa Securities Co. Ltd. by way of a third-party allotment. However, the Company's current share price has been trading well below the lower exercise price (721 yen), and at present there is no prospect for re-opening the exercise window. Meanwhile, as announced in "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" dated July 17, 2025, the Company decided to implement a capital policy through a third-party allotment. Therefore, considering our capital policy and trends in the stock market the Company decided to acquire and cancel the 10th Series of Moving Strike Warrant.

3. Future outlook

The impact of the acquisition and cancellation of the 10th Series of Moving Strike Warrant on the full-year earnings forecast is minimal.