



August 30, 2021

FOR IMMEDIATE RELEASE

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Representative: Representative Toshio Dogu  
Director, President  
and CEO  
(Securities Code: 2326, First Section of the Tokyo Stock Exchange)  
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### **Notice of Issuance of Stock Acquisition Rights (Paid Stock Options)**

Digital Arts Inc. (the “Company”) announces that its Board of Directors has resolved at a meeting held on August 30, 2021 to issue stock acquisition rights to its employees. Details are as follow: This issue will be carried out without obtaining the approval of a general meeting of shareholders, as it will be issued at a fair price to those who subscribe to the stock acquisition rights for and not on particularly favorable terms.

Details are as follows:

#### **I . 11th Issue of Paid-in Stock Acquisition Rights (Paid Stock Options)**

##### **1. Purpose of and reasons for offering stock acquisition rights**

The Company will issue stock acquisition rights to the Company’s employees for value to enhance the unity of the Group and further increase the motivation and morale of the Group’s employees to contribute to the increase of corporate value.

The stock acquisition rights will be exercisable only when the Company achieves the predetermined business performance criteria set forth in (8) Terms and Conditions for the Exercise of Stock Acquisition Rights of 2. Outline of the issuance of stock acquisition rights. The total number of shares of common stock of the Company that will be issued if all of the stock acquisition rights are exercised will be approximately 0.49% of the total number of shares issued. Consequently, we believe that the impact on the dilution of shares will be reasonable.

##### **2. Outline of the issuance of stock acquisition rights (11th issue of paid-in stock acquisition rights)**

(1) Name of stock acquisition rights

Digital Arts Inc. 11th Issue of Paid-in Stock Acquisition Rights

(2) Persons to whom stock acquisition rights are to be allotted, the number of persons to whom such rights are to be allotted, and the number of stock acquisition rights to be allotted

The Company’s employees 16 employees 690 stock acquisition rights

(3) Class and number of shares to be issued upon exercise of stock acquisition rights

The class of shares to be issued upon the exercise of the stock acquisition rights shall be the common stock of the Company, and the number of shares to be issued upon exercise of the stock acquisition rights (the “Number of Shares Granted”) shall be 100 shares per stock acquisition right.

After the date of the allotment of the Stock Acquisition Rights (the “Allotment Date”), if the Company conducts a stock split (including the gratis allotment of the Company’s common stock; hereinafter the same shall apply for any description of a stock split) or a reverse stock split of its common stock, the Number of Shares Granted shall be adjusted for the Stock Acquisition Rights that have not been exercised at the time of the stock split or reverse stock split by the following calculation formula.

Number of shares granted after adjustment = Number of shares granted before adjustment × Ratio of stock split or reverse stock split

In addition to the above, if unavoidable circumstances arise that require the adjustment of the Number of Shares Granted, the Company may adjust the Number of Shares Granted as deemed necessary by the Board of Directors of the Company.

Any fractions less than one (1) share resulting from the above adjustment shall be rounded down.

(4) Total number of stock acquisition rights

There shall be 690 stock acquisition rights in total.

The above total number of stock acquisition rights is the number to be allotted. If it is reduced, such as when no subscriptions are made, the total number of stock acquisition rights to be allotted shall be the total number of stock acquisition rights issued.

(5) Amount to be paid in for stock acquisition rights

The issue price per one Stock Acquisition Right shall be 2,000 yen. This amount was determined based on the Company’s closing price on the Tokyo Stock Exchange on the trading day prior to its Board of Directors’ resolution regarding the issuance of these new stock acquisition rights of 8,310 yen per share, stock price volatility of 61.502%, dividend yield of 0.662%, risk-free interest rate of 0.246%, and the conditions set forth in the outline of the issuance of these new stock acquisition rights (exercise price of 8,310 yen per share, term to maturity of 15.77 years, and performance conditions), in reference to the value calculated by the Yamada Consulting Group Co., Ltd., a third party valuation institution, using a Monte Carlo simulation, taking into consideration the Company’s stock price information, etc.

(6) Value of assets to be contributed upon exercise of stock acquisition rights

The amount to be paid upon exercise of this stock acquisition right shall be the amount obtained by multiplying the amount to be paid in per share issued or transferred through the exercise of the stock acquisition right (the “Issue Amount”) by the Number of Shares Granted.

The Exercise Price shall be 8,310 yen. The Exercise Price is equal to the closing price of the Company’s common stock on the Tokyo Stock Exchange on August 27, 2021.

If any of the reasons shown below arise after the Allotment Date, the Exercise Price shall be adjusted accordingly.

- (i) If the Company conducts a stock split or a reverse stock split of its common stock, the Exercise Price shall be adjusted according to the following formula, and any fraction of less than one (1) yen arising from the adjustment shall be rounded up to the nearest one (1) yen.

$$\text{Exercise Price after adjustment} = \text{Exercise Price before adjustment} \times \frac{1}{\text{Ratio of split or reverse split}}$$

- (ii) In the event that the Company issues new shares of common stock of the Company or disposes of treasury stock at a price lower than the market price (excluding sale of treasury stock pursuant to the provisions of Article 194 of the Companies Act (request for sale of shares constituting less than one unit by shareholders constituting less than one unit), or the case of conversion of securities convertible into or can be converted into shares of common stock of the Company or the case of the exercise of stock acquisition rights to claim delivery of shares of common stock of the Company (including those attached to bonds with stock acquisition rights)), the Exercise Price shall be adjusted according to the following formula, and any fraction less than one (1) yen arising from the adjustment shall be rounded up to the nearest one (1) yen.

$$\text{Exercise Price after adjustment} = \text{Exercise Price before adjustment} \times \frac{\text{Number of shares already issued} + \frac{\text{Number of shares newly issued} \times \text{Amount to be paid per share}}{\text{Market price per share}}}{\text{Number of shares already issued} + \text{Number of shares newly issued}}$$

The “number of shares already issued” in the above formula shall be the number obtained by subtracting the number of treasury shares held by the Company from the total number of issued shares of the Company, and in the case of disposal of treasury shares, the “number of shares newly issued” shall be replaced with the “number of shares to be disposed of” and the “amount to be paid per share” with the “amount to be disposed of per share.”

- (iii) In the event of a merger of the Company, a corporate split, or in any other cases where the adjustment of the exercise price is necessary in accordance with these cases, the exercise price shall be adjusted to the extent necessary and reasonable.

(7) Exercise period of stock acquisition rights

The period shall be from July 1, 2036 to June 30, 2038.

(8) Conditions for the exercise of stock acquisition rights

- (i) Persons who have received an allotment of stock acquisition rights (“Stock Acquisition Rights Holders”) may exercise their stock acquisition rights only during the period set forth in (7) above if the Company’s operating profit for any period from the fiscal year ending March 31, 2022 to fiscal year ending March 31, 2036 exceeds 14,736 million yen. Moreover, operating profit shall be defined as operating profit as stated in the non-consolidated statement of income in the Company’s Annual Securities Report, and in the event of a material change in the concept of operating profit to be referred to due to the application of International Financial Reporting Standards, etc., the Board of Directors shall separately determine the index to be referred to.
- (ii) Stock Acquisition Rights Holders must be directors, corporate auditors, or employees of the Company or its subsidiaries at the time they exercise their stock acquisition rights. Provided, however, this provision shall not apply to Stock Acquisition Rights Holders who have retired due to the expiration of their terms of office, or stock acquisition right holders who have retired upon reaching the mandatory retirement age or for other legitimate reasons that its Board of Directors may deem appropriate.
- (iii) In the event of the death of a Stock Acquisition Rights Holder, the exercise of these rights by his/her heirs shall not be permitted.
- (iv) Other conditions shall be as set forth in the stock acquisition right allotment agreement to be concluded between the Company and the Stock Acquisition Rights Holders.

(9) Amount of share capital and legal capital surplus to be increased in the event of the issuance of shares upon

the exercise of stock acquisition rights

- (i) The amount of share capital to be increased due to the issuance of shares upon the exercise of the Stock Acquisition Rights shall be half of the maximum amount of increase in share capital, etc., that is calculated pursuant to Article 17, Paragraph 1 of the Corporate Accounting Rules, and any fraction of less than one (1) yen resulting from the calculation shall be rounded up to the nearest one (1) yen.
- (ii) The amount by which the legal capital surplus increases through the issuance of shares upon the exercise of share acquisition rights shall be obtained by subtracting the increase in the amount of share capital set out in (i) above from the upper limit of the increase in the amounts of stated share capital and other items described in (i) above.

(10) Matters concerning the acquisition of stock acquisition rights

- (i) In the event that the Stock Acquisition Rights Holder is unable to exercise the stock acquisition rights due to the provisions of (8) above or the stock acquisition right allotment agreement before exercising the rights, the Company may acquire such stock acquisition rights without consideration on a date separately determined by the Board of Directors of the Company.
- (ii) If any of the following proposals, a, b, c, d or e, are approved at a general meeting of shareholders of the Company (or approved by the Board of Directors of the Company if a resolution of a general meeting of shareholders is not required), the Company may acquire the stock acquisition rights without consideration on a date separately determined by its Board of Directors of the Company.
  - a. Proposal for the approval of a merger agreement under which the Company is to be dissolved
  - b. Proposal for the approval of a company split agreement or company split plan under which the Company is to be split
  - c. Proposal for the approval of a stock exchange agreement or stock transfer plan under which the Company is to become a wholly owned subsidiary
  - d. Proposal for the approval of a change to the Company's Articles of Incorporation to establish provisions concerning the requirement for the Company's approval regarding the acquisition of all outstanding shares of stock through a transfer
  - e. Proposal for the approval of a change to the Company's Articles of Incorporation to establish provisions concerning a requirement for the Company's approval regarding the acquisition through a transfer of shares issued upon the exercise of these stock options or concerning the acquisition by the Company of all shares issued upon the exercise of stock options by resolution of the Company's General Meeting of Shareholders.

(11) Restriction on transfer of stock acquisition rights

Acquisition of stock acquisition rights by transfer shall require the approval of the Board of Directors of the Company.

(12) Handling of stock acquisition rights at the time of organizational restructuring

If the Company engages in a merger (only if the Company ceases to exist after the merger), absorption-type company split or incorporation-type company split (in each case only if the Company is the split company), or a stock exchange or stock transfer (in each case only if the Company becomes a wholly-owned subsidiary) (hereinafter collectively referred to as "Reorganization Actions"), the Company shall deliver to Stock Acquisition Right Holders who hold any stock acquisition rights remaining (hereinafter referred to as the "Remaining Stock Acquisition Rights") directly before the effective date of the Reorganization Actions (effective date of absorption-type merger in case of absorption type merger, date of incorporation of joint

stock company established by consolidation-type merger in case of consolidation-type merger; effective date of absorption-type split in case of absorption-type split; date of incorporation of company established by incorporation-type split in case of incorporation-type split; effective date of stock exchange in case of stock exchange; or date of incorporation of parent company established by stock transfer in case of stock transfer; the same applies hereinafter) the stock acquisition rights of the relevant stock companies listed in Article 236, paragraph 1, No.8 -(a) through (e) of the Companies Act (hereinafter referred to as the “Reorganized Company”). Provided, however, that the foregoing shall be on the condition that the allotment of such stock acquisition rights by the Reorganized Company in accordance with each of the following items is stipulated in an absorption-type merger agreement, a consolidation-type merger agreement, an absorption-type company split agreement, an incorporation-type company split plan, a share exchange agreement or a share transfer plan.

- (i) Number of stock acquisition rights of the Reorganized Company to be delivered  
The Number of Stock Acquisition Rights shall be the same as the number of remaining stock acquisition rights held by the Stock Acquisition Rights Holders
  - (ii) Class of shares of the Reorganized Company to be issued upon exercise of stock acquisition rights  
Common stock of the Reorganized Company
  - (iii) Number of shares of the Reorganized Company to be issued upon exercise of stock acquisition rights  
It shall be determined in accordance with (3) above, taking into consideration the terms and conditions of the Reorganization Actions.
  - (iv) Value of assets to be contributed upon exercise of the stock acquisition rights  
The value of assets to be contributed upon exercise of each stock acquisition right to be delivered shall be the amount obtained by multiplying the exercise price after reorganization, obtained through adjustment of the Exercise Price provided for in (6) above taking into consideration factors such as the terms and conditions of the Reorganization Actions, by the number of shares of the Reorganized Company to be issued upon exercise of each of such stock acquisition right as determined in accordance with (3) above.
  - (v) Exercise period of stock acquisition rights  
It shall be determined in accordance with (7) above, taking into consideration the terms and conditions of the Reorganization Actions.
  - (vi) Amount of share capital and legal capital surplus to be increased in the event of the issuance of shares upon the exercise of stock acquisition rights  
It shall be determined in accordance with (9) above.
  - (vii) Restriction on acquisition of stock acquisition rights by transfer  
Any acquisition of share acquisition rights by transfer shall be subject to approval by resolution of the Board of Directors of the Reorganized Company.
  - (viii) Conditions for the exercise of stock acquisition rights  
They shall be determined in accordance with (8) above.
  - (ix) Acquisition terms of stock acquisition rights  
They shall be determined in accordance with (10) above.
- (13) Arrangement for any fractional shares less than one (1) share arising from the exercise of stock acquisition rights  
When there are any fractional shares in the number of shares to be delivered to Stock Acquisition Right Holders who exercise stock acquisition rights, such fractional shares shall be rounded down.
- (14) Allotment Date of stock acquisition rights

September 24, 2021

(15) Date of payment of money in exchange for stock acquisition rights

September 24, 2021

(16) Stock Acquisition Rights Certificates

No stock acquisition rights certificates for stock acquisition rights shall be issued.

## **II. 12th Issue of Paid-in Stock Acquisition Rights (Paid Stock Options)**

### **1. Purpose of and reasons for offering stock acquisition rights**

The Company will issue stock acquisition rights to the Company's employees for value to enhance the unity of the Group and further increase the motivation and morale of the Group's employees to contribute to the increase of corporate value.

The stock acquisition rights will be exercisable only when the Company achieves the predetermined business performance criteria set forth in (8) Terms and Conditions for the Exercise of Stock Acquisition Rights of 2. Outline of the issuance of stock acquisition rights. The total number of shares of common stock of the Company that will be issued if all of the stock acquisition rights are exercised will be approximately 1.4% of the total number of shares issued. Consequently, we believe that the impact on the dilution of shares will be reasonable.

### **2. Outline of the issuance of stock acquisition rights (12th issue of paid-in stock acquisition rights)**

(1) Name of stock acquisition rights

Digital Arts Inc.            12th Issue of Paid-in Stock Acquisition Rights

(2) Persons to whom stock acquisition rights are to be allotted, the number of persons to whom such rights are to be allotted, and the number of stock acquisition rights to be allotted

The Company's employees            79employees            1,975 stock acquisition rights

(3) Class and number of shares to be issued upon exercise of stock acquisition rights

The class of shares to be issued upon the exercise of the stock acquisition rights shall be the common stock of the Company, and the number of shares to be issued upon exercise of the stock acquisition rights (the "Number of Shares Granted") shall be 100 shares per stock acquisition right.

After the date of the allotment of the Stock Acquisition Rights (the "Allotment Date"), if the Company conducts a stock split (including the gratis allotment of the Company's common stock; hereinafter the same shall apply for any description of a stock split) or a reverse stock split of its common stock, the Number of Shares Granted shall be adjusted for the Stock Acquisition Rights that have not been exercised at the time of the stock split or reverse stock split by the following calculation formula.

Number of shares granted after adjustment = Number of shares granted before adjustment × Ratio of stock split or reverse stock split

In addition to the above, if unavoidable circumstances arise that require the adjustment of the Number of Shares Granted, the Company may adjust the Number of Shares Granted as deemed necessary by the Board of Directors of the Company.

Any fractions less than one (1) share resulting from the above adjustment shall be rounded down.

(4) Total number of stock acquisition rights

There shall be 1,975 stock acquisition rights in total.

The above total number of stock acquisition rights is the number to be allotted. If it is reduced, such as when no subscriptions are made, the total number of stock acquisition rights to be allotted shall be the total number of stock acquisition rights issued.

(5) Amount to be paid in for stock acquisition rights

The issue price per one Stock Acquisition Right shall be 2,700 yen. This amount was determined based on the Company's closing price on the Tokyo Stock Exchange on the trading day prior to its Board of Directors' resolution regarding the issuance of these new stock acquisition rights of 8,310 yen per share, stock price volatility of 70.010%, dividend yield of 0.662%, risk-free interest rate of 0.423%, and the conditions set forth in the outline of the issuance of these new stock acquisition rights (exercise price of 8,310 yen per share, term to maturity of 20.77 years, and performance conditions), in reference to the value calculated by the Yamada Consulting Group Co., Ltd., a third party valuation institution, using a Monte Carlo simulation, taking into consideration the Company's stock price information, etc.

(6) Value of assets to be contributed upon exercise of stock acquisition rights

The amount to be paid upon exercise of this stock acquisition right shall be the amount obtained by multiplying the amount to be paid in per share issued or transferred through the exercise of the stock acquisition right (the "Issue Amount") by the Number of Shares Granted.

The Exercise Price shall be 8,310 yen. The Exercise Price is equal to the closing price of the Company's common stock on the Tokyo Stock Exchange on August 27, 2021.

If any of the reasons shown below arise after the Allotment Date, the Exercise Price shall be adjusted accordingly.

- (i) If the Company conducts a stock split or a reverse stock split of its common stock, the Exercise Price shall be adjusted according to the following formula, and any fraction of less than one (1) yen arising from the adjustment shall be rounded up to the nearest one (1) yen.

$$\text{Exercise Price after adjustment} = \text{Exercise Price before adjustment} \times \frac{1}{\text{Ratio of split or reverse split}}$$

- (ii) In the event that the Company issues new shares of common stock of the Company or disposes of treasury stock at a price lower than the market price (excluding sale of treasury stock pursuant to the provisions of Article 194 of the Companies Act (request for sale of shares constituting less than one unit by shareholders constituting less than one unit), or the case of conversion of securities convertible into or can be converted into shares of common stock of the Company or the case of the exercise of stock acquisition rights to claim delivery of shares of common stock of the Company (including those attached to bonds with stock acquisition rights)), the Exercise Price shall be adjusted according to the following formula, and any fraction less than one (1) yen arising from the adjustment shall be rounded up to the nearest one (1) yen.

$$\text{Exercise Price after adjustment} = \text{Exercise Price before adjustment} \times \frac{\text{Number of shares already issued} + \frac{\text{Number of shares newly issued} \times \text{Amount to be paid per share}}{\text{Market price per share}}}{\text{Number of shares already issued} + \text{Number of shares newly issued}}$$

The "number of shares already issued" in the above formula shall be the number obtained by subtracting the number of treasury shares held by the Company from the total number of issued shares of the Company, and in the case of disposal of treasury shares, the "number of shares newly issued" shall be replaced with

the “number of shares to be disposed of” and the “amount to be paid per share” with the “amount to be disposed of per share.”

- (iii) In the event of a merger of the Company, a corporate split, or in any other cases where the adjustment of the exercise price is necessary in accordance with these cases, the exercise price shall be adjusted to the extent necessary and reasonable.
- (7) Exercise period of stock acquisition rights
- The period shall be from July 1, 2041 to June 30, 2043.
- (8) Conditions for the exercise of stock acquisition rights
- (i) Persons who have received an allotment of stock acquisition rights (“Stock Acquisition Rights Holders”) may exercise their stock acquisition rights only during the period set forth in (7) above if the Company’s operating profit for for any period from the fiscal year ending March 31, 2022 to the fiscal year ending March 31, 2041 exceeds 20,630 million yen. Moreover, operating profit shall be defined as operating profit as stated in the non-consolidated statement of income in the Company’s Annual Securities Report, and in the event of a material change in the concept of operating profit to be referred to due to the application of International Financial Reporting Standards, etc., the Board of Directors shall separately determine the index to be referred to.
  - (ii) Stock Acquisition Rights Holders must be directors, corporate auditors, or employees of the Company or its subsidiaries at the time they exercise their stock acquisition rights. Provided, however, this provision shall not apply to Stock Acquisition Rights Holders who have retired due to the expiration of their terms of office, or stock acquisition right holders who have retired upon reaching the mandatory retirement age or for other legitimate reasons that its Board of Directors may deem appropriate.
  - (iii) In the event of the death of a Stock Acquisition Rights Holder, the exercise of these rights by his/her heirs shall not be permitted.
  - (iv) Other conditions shall be as set forth in the stock acquisition right allotment agreement to be concluded between the Company and the Stock Acquisition Rights Holders.
- (9) Amount of share capital and legal capital surplus to be increased in the event of the issuance of shares upon the exercise of stock acquisition rights
- (i) The amount of share capital to be increased due to the issuance of shares upon the exercise of the Stock Acquisition Rights shall be half of the maximum amount of increase in share capital, etc., that is calculated pursuant to Article 17, Paragraph 1 of the Corporate Accounting Rules, and any fraction of less than one (1) yen resulting from the calculation shall be rounded up to the nearest one (1) yen.
  - (ii) The amount by which the legal capital surplus increases through the issuance of shares upon the exercise of share acquisition rights shall be obtained by subtracting the increase in the amount of share capital set out in (i) above from the upper limit of the increase in the amounts of stated share capital and other items described in (i) above.
- (10) Matters concerning the acquisition of stock acquisition rights
- (i) In the event that the Stock Acquisition Rights Holder is unable to exercise the stock acquisition rights due to the provisions of (8) above or the stock acquisition right allotment agreement before exercising the rights, the Company may acquire such stock acquisition rights without consideration on a date separately determined by the Board of Directors of the Company.



- (ii) If any of the following proposals, a, b, c, d or e, are approved at a general meeting of shareholders of the Company (or approved by the Board of Directors of the Company if a resolution of a general meeting of shareholders is not required), the Company may acquire the stock acquisition rights without consideration on a date separately determined by its Board of Directors of the Company.
  - a. Proposal for the approval of a merger agreement under which the Company is to be dissolved
  - b. Proposal for the approval of a company split agreement or company split plan under which the Company is to be split
  - c. Proposal for the approval of a stock exchange agreement or stock transfer plan under which the Company is to become a wholly owned subsidiary
  - d. Proposal for the approval of a change to the Company's Articles of Incorporation to establish provisions concerning the requirement for the Company's approval regarding the acquisition of all outstanding shares of stock through a transfer
  - e. Proposal for the approval of a change to the Company's Articles of Incorporation to establish provisions concerning a requirement for the Company's approval regarding the acquisition through a transfer of shares issued upon the exercise of these stock options or concerning the acquisition by the Company of all shares issued upon the exercise of stock options by resolution of the Company's General Meeting of Shareholders.

(11) Restriction on transfer of stock acquisition rights

Acquisition of stock acquisition rights by transfer shall require the approval of the Board of Directors of the Company.

(12) Handling of stock acquisition rights at the time of organizational restructuring

If the Company engages in a merger (only if the Company ceases to exist after the merger), absorption-type company split or incorporation-type company split (in each case only if the Company is the split company), or a stock exchange or stock transfer (in each case only if the Company becomes a wholly-owned subsidiary) (hereinafter collectively referred to as "Reorganization Actions"), the Company shall deliver to Stock Acquisition Right Holders who hold any stock acquisition rights remaining (hereinafter referred to as the "Remaining Stock Acquisition Rights") directly before the effective date of the Reorganization Actions (effective date of absorption-type merger in case of absorption type merger, date of incorporation of joint stock company established by consolidation-type merger in case of consolidation-type merger; effective date of absorption-type split in case of absorption-type split; date of incorporation of company established by incorporation-type split in case of incorporation-type split; effective date of stock exchange in case of stock exchange; or date of incorporation of parent company established by stock transfer in case of stock transfer; the same applies hereinafter) the stock acquisition rights of the relevant stock companies listed in Article 236, paragraph 1, No.8 -(a) through (e) of the Companies Act (hereinafter referred to as the "Reorganized Company"). Provided, however, that the foregoing shall be on the condition that the allotment of such stock acquisition rights by the Reorganized Company in accordance with each of the following items is stipulated in an absorption-type merger agreement, a consolidation-type merger agreement, an absorption-type company split agreement, an incorporation-type company split plan, a share exchange agreement or a share transfer plan.

- (i) Number of stock acquisition rights of the Reorganized Company to be delivered  
The Number of Stock Acquisition Rights shall be the same as the number of remaining stock acquisition rights held by the Stock Acquisition Rights Holders
- (ii) Class of of shares of the Reorganized Company to be issued upon exercise of stock acquisition rights

Common stock of the Reorganized Company

- (iii) Number of shares of the Reorganized Company to be issued upon exercise of stock acquisition rights

It shall be determined in accordance with (3) above, taking into consideration the terms and conditions of the Reorganization Actions.

- (iv) Value of assets to be contributed upon exercise of the stock acquisition rights

The value of assets to be contributed upon exercise of each stock acquisition right to be delivered shall be the amount obtained by multiplying the exercise price after reorganization, obtained through adjustment of the Exercise Price provided for in (6) above taking into consideration factors such as the terms and conditions of the Reorganization Actions, by the number of shares of the Reorganized Company to be issued upon exercise of each of such stock acquisition right as determined in accordance with (3) above.

- (v) Exercise period of stock acquisition rights

It shall be determined in accordance with (7) above, taking into consideration the terms and conditions of the Reorganization Actions.

- (vi) Amount of share capital and legal capital surplus to be increased in the event of the issuance of shares upon the exercise of stock acquisition rights

It shall be determined in accordance with (9) above.

- (vii) Restriction on acquisition of stock acquisition rights by transfer

Any acquisition of share acquisition rights by transfer shall be subject to approval by resolution of the Board of Directors of the Reorganized Company.

- (viii) Conditions for the exercise of stock acquisition rights

They shall be determined in accordance with (8) above.

- (ix) Acquisition terms of stock acquisition rights

They shall be determined in accordance with (10) above.

- (13) Arrangement for any fractional shares less than one (1) share arising from the exercise of stock acquisition rights

When there are any fractional shares in the number of shares to be delivered to Stock Acquisition Right Holders who exercise stock acquisition rights, such fractional shares shall be rounded down.

- (14) Allotment Date of stock acquisition rights

September 24, 2021

- (15) Date of payment of money in exchange for stock acquisition rights

September 24, 2021

- (16) Stock Acquisition Rights Certificates

No stock acquisition rights certificates for stock acquisition rights shall be issued.

End