

Notice: This document is a translation of the original Japanese document and is only for reference purposes. In the event of any discrepancy between this translated document and the original Japanese document, the latter shall prevail.



May 9, 2023

To whom it may concern:

Net One Systems Co., Ltd.
(Stock Code: 7518, TSE Prime)

Notice regarding Decisions Related to the Acquisition and Cancellation of Treasury Shares

(Acquisition of treasury shares to be conducted in accordance with a provision under Net One Systems Co., Ltd.'s Articles of Incorporation that is pursuant to Article 165, Paragraph 2 of the Companies Act of Japan and cancellation of treasury shares to be conducted in accordance with Article 178 of the same act)

Net One Systems Co., Ltd. (the "Company") hereby announces that, at a meeting held on May 9, 2023, its Board of Directors reached the decision to acquire treasury shares in accordance with Article 165, Paragraph 3 of the Companies Act of Japan, which authorizes the Board of Directors of a company to elect to acquire treasury shares through resolution (instead of relying on a resolution passed via a shareholders meeting, as prescribed by Article 156 of the same act), and to cancel treasury shares in accordance with Article 178 of the same act, as outlined below.

1. Reasons for acquisition of treasury shares

The Company reached the decision to acquire treasury shares as a means of improving capital efficiency and enhancing shareholder returns while maintaining a capital policy that facilitates flexible response to changes in its surrounding business environment.

2. Details of decisions related to the acquisition of treasury shares

(1) Type of shares to be acquired	Shares of the Company's common stock
(2) Total number of acquirable shares	3,500,000 (maximum) (4.26% of total outstanding shares [excluding treasury shares])
(3) Total acquisition price	JPY7,500,000,000 (maximum)
(4) Period of acquisition	May 10, 2023 through December 31, 2023
(5) Method of acquisition	Market purchase based on a discretionary investment contract with a securities company

3. Other information

(1) Type of shares to be canceled	Shares of the Company's common stock
(2) Total number of cancelable shares	All treasury shares obtained through the acquisition described above shall be canceled.
(3) Tentative date of cancellation	March 29, 2024

Note: The total number of shares to be canceled will be announced following completion of the treasury share acquisition described above.

(Reference) Treasury shareholdings as of March 31, 2023

- Total number of outstanding shares (excluding treasury shares): 83,267,300
- Total number of treasury shares: 1,077,321