

News Release

Listed company name	Sanwa Holdings Corporation
Representative	Yasushi Takayama Representative Director, President (Securities code: 5929, Prime Section of the Tokyo Stock Exchange)
Contact	Takanobu Motoki General Manager of General Affairs Department (Tel +81-3-3346-3039)

Notice Regarding Cancellation of Treasury Shares and Reversal of General Reserve

Sanwa Holdings Corporation ("the Company") hereby announces that, at the meeting of the Board of Directors held on September 26, 2024, its Board of Directors resolved to cancel treasury shares pursuant to Article 178 of the Companies Act, and it has resolved to reverse general reserve in accordance with the provisions of the Articles of Incorporation under Article 459, Paragraph 1 of the Companies Act.

1. Cancellation of Treasury Shares

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|---------------------------------------|---|
| (1) Type of shares to be cancelled: | Common stock of the Company |
| (2) Number of shares to be cancelled: | 2,000,000 shares
(This number represents 0.87% of total outstanding shares
before cancellation) |
| (3) Scheduled date of cancellation: | October 18, 2024 |

(Reference)

Total number of shares issued after cancellation including treasury shares is 227,000,000 shares.

2. Reversal of general reserve

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| (1) Details of the reversal of the general reserve: | |
| (i) Item and amount of retained earnings to be decreased | |
| General reserve: | ¥20,000,000,000 |
| (ii) Item and amount of retained earnings to be increased | |
| Retained earnings brought forward: | ¥20,000,000,000 |
| (2) Purpose of implementation: | To cancel treasury stock and to enable flexible capital policies in response to future changes in the business environment. |
| (3) Effective date: | September 26, 2024 |
| (4) Future outlook: | As this is a transfer of an account in the net assets section, there will be no change in net assets and no impact on profit and loss. |