

September 26, 2025

Company name: DIGITAL HEARTS HOLDINGS Co., Ltd.
 Name of representative: President and CEO Toshiya Tsukushi
 (Code number: 3676, Prime, Tokyo Stock Exchange)
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Notice Regarding Reduction in Stated Capital of a Consolidated Subsidiary (AGEST, Inc.)

DIGITAL HEARTS HOLDINGS Co., Ltd. (hereinafter referred to as the “Company”) announces that at a meeting of the Board of Directors held today, it resolved that AGEST, Inc. (hereinafter referred to as “AGEST”), a wholly owned subsidiary of the Company, will submit a proposal regarding a reduction in stated capital (hereinafter referred to as the “Capital Reduction”) at its shareholders’ meeting. Details are as follows:

1. Purpose of capital reduction

In order to ensure greater flexibility and agility in our future capital policy, we will implement a reduction in stated capital as part of our financial and tax strategies.

This capital reduction will not result in any change to the total number of shares issued or the amount of net assets of AGEST.

2. Overview of the consolidated subsidiary

(1)	Company name	AGEST, Inc.
(2)	Location	1-7-27 Koraku, Bunkyo-ku, Tokyo
(3)	Position and name of representative	Representative Director, President and CEO Yasumasa NINOMIYA
(4)	Date established	February 28, 2018
(5)	Stated capital	100 million yen
(6)	Business activities	Quality consulting business, testing solution business, cyber security business, etc.
(7)	Major shareholder and its shareholding ratio	DIGITAL HEARTS HOLDINGS Co., Ltd. 100%

3. Details of the capital reduction

(1) Amount of stated capital to be reduced

The stated capital of 100,000,000 yen will be reduced by 90,000,000 yen, resulting in a new stated capital of 10,000,000 yen.

(2) Method of capital reduction

Based on Article 447, Paragraph 1 of the Companies Act, the reduction in stated capital will be carried out as described above, and the entire amount reduced will be transferred to “Other Capital Surplus.” This capital reduction will not affect the number of shares held by shareholders, nor will any cash be refunded; this is a gratuitous capital reduction.

4. Schedule of capital reduction

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| (1) | Date of the Board of Directors' resolution | : (The Company) September 26, 2025
(AGEST) September 26, 2025 |
| (2) | Extraordinary General Meeting of Shareholders of AGEST | : September 30, 2025 (scheduled) |
| (3) | Date of public notice of creditor objection | : October 20, 2025 (scheduled) |
| (4) | Final date for creditor objection | : November 21, 2025 (scheduled) |
| (5) | Effective date | : November 25, 2025 (scheduled) |

5. Future prospects

This capital reduction will have no impact on the Company's consolidated business results. Please note that the implementation of this capital reduction is subject to approval at the Extraordinary General Meeting of Shareholders of AGEST scheduled to be held on September 30, 2025.