



January 29, 2026

To Whom It May Concern

Company Name: Kandenko Co., Ltd.
Representative: Hirofumi Tamogami, President and Executive Officer
(Securities Code: 1942, Tokyo Stock Exchange Prime Market)
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Notice Concerning Determination of Matters relating to Share Repurchase
(Share Repurchase in accordance with the Articles of Incorporation based on
Article 165, Paragraph 2 of the Companies Act of Japan)

Kandenko Co., Ltd. (the "Company") hereby announces that, at a meeting of the Board of Directors held today, it has resolved matters related to the repurchase of its shares pursuant to Article 156 of the Companies Act of Japan (the "Act") as applied pursuant to Article 165, Paragraph 3 of the Act, as described below.

1. Purpose of share repurchase

In April 2025, the Company announced initiatives to realize management that takes into account the cost of capital and share price. As its basic policy on shareholder returns, the Company has set a target approximately 40% of the dividend payout ratio, while paying dividends twice a year (interim and year-end) and continuing stable dividends.

Based on the above policy, the Company has decided to implement a share repurchase (the "Share Repurchase") to strengthen shareholder returns, further improve capital efficiency and mitigate the impact on the supply and demand balance of the shares of the Company resulting from a secondary offering of shares of common stock of the Company (the "Offering") announced in the "Notice Concerning Secondary Offering of Shares" released today.

Note: This document is a press release to announce the determination of matters relating to share repurchase and has not been prepared for the purpose of soliciting investments whether in or outside Japan. Additionally, this press release does not constitute an offer of securities for sale, nor a solicitation of an offer to buy, in the United States or elsewhere. Shares of common stock of the Company have not been and will not be registered under the United States Securities Act of 1933, as amended (the "Securities Act") and may not be offered or sold in the United States absent registration or an exemption from registration under the Securities Act. The securities referred to above will not be publicly offered or sold in the United States.

2. Details of share repurchase

(1) Class of shares to be repurchased	Common stock of the Company
(2) Total number of shares to be repurchased	7,500,000 shares (maximum) (3.67 percent of total outstanding shares excluding treasury stock)
(3) Total amount to be paid for repurchase	JPY 30,000,000,000 (maximum)
(4) Repurchase period	From Monday, February 2, 2026 to Friday, February 6, 2026
(5) Repurchase method	Purchases through the off-auction own share repurchase trading on the Tokyo Stock Exchange Trading NeTwork system (ToSTNeT-3)
(6)	In addition to the matters as described above, any matters required for the Share Repurchase shall be determined at the sole discretion of Mr. Hirofumi Tamogami, President and Executive Officer of the Company.

(Note) All or part of the planned repurchase may not be executed, dependent on market conditions and other matters.

3. Matters pertaining to transactions with controlling shareholders etc.

TEPCO Power Grid, Incorporated, which is the controlling shareholder etc. of the Company, may sell a part of the Company's shares that it holds in connection with the Share Repurchase. It does not fall under "the significant transactions with controlling shareholders" prescribed in Rule 441-2 of the Securities Listing Regulations of Tokyo Stock Exchange, Inc. However, the "Matters Concerning Controlling Shareholders, Etc." published on April 28, 2025 states that, "The Company board of directors makes final decisions on important matters after discussions in management meetings, considering input from independent officers. In this way, the Company maintains independence from the parent company and ensures directors execute their duties in accordance with laws and the Articles of Incorporation."

Accordingly, the Share Repurchase has undergone prior deliberation by the management meeting. Furthermore, the Company has received a recommendation from the independent officers stating that they consider that there are no concerns from the perspective of ensuring independence from the parent company, etc. and ensuring the directors' execution of their duties in accordance with laws and the Articles of Incorporation, because: (i) the Share Repurchase will be implemented with the aim of

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improving capital efficiency, enhancing shareholder returns and mitigating the impact of the Offering on the supply and demand of the shares of the Company, and not aiming or intending to harm interests of the minority shareholders; (ii) there are no directors who have any special vested interests in the parent company, etc. in connection with the resolution at the meeting of the Board of Directors regarding the Share Repurchase; and (iii) in connection with the Offering, the Company's policy on the Share Repurchase will be stated in the prospectus for the Offering and the press release regarding the Share Repurchase, and fairness in the trading conditions is secured because the transactions will be conducted via ToSTNeT-3. As a result, the Company has resolved the Share Repurchase at the meeting of the Board of Directors held today.

(Reference) Number of treasury stock as of December 31, 2025

Total number of shares outstanding (excluding treasury stock)	204,406,716 shares
Number of treasury stock	881,622 shares

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