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October 13, 2026

To whom it may concern

Company name: KOHNAN SHOJI CO., LTD.

Name of representative: NAOTARO HIKIDA, PRESIDENT

(Code: 7516, TSE Prime)

Inquiries: TOSHIKAZU URATA, DIRECTOR AND SENIOR EXECUTIVE OFFICER

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Notice Regarding the Determination of Matters Concerning the Purchase of Treasury Stock

(Purchase of treasury stock based on the provisions of the Articles of Incorporation pursuant to Article 165, Paragraph 2 of the Companies Act)

The Company hereby announces that, at the meeting of its Board of Directors held today, it resolved matters concerning the purchase of treasury stock pursuant to Article 156 of the Companies Act, as applied with the replacement of terms in accordance with the provisions of Article 165, Paragraph 3 of the same Act, as described below.

Details

1. Reason for the purchase of treasury stock

The Company will purchase treasury stock in order to enhance shareholder returns, improve capital efficiency, and execute a flexible capital policy in response to changes in the management environment.

2. Details of matters concerning the purchase

(1) Class of shares to be purchased	Common stock of the Company
(2) Total number of shares that may be purchased	450,000 shares (maximum) (Ratio to the total number of issued shares (excluding treasury shares): 1.51%)
(3) Total purchase price of the shares	¥1,500,000,000 (maximum)
(4) Purchase period of treasury stock	October 14, 2026 to February 28, 2027
(5) Method of purchase	Market purchase on the Tokyo Stock Exchange

(Reference) Status of treasury stock holdings as of August 31, 2026

(1) Total number of issued shares (excluding treasury shares)	29,832,465 shares
(2) Number of treasury shares	4,849,648 shares

３． Regarding shareholder returns

The Company positions the return of profits to its shareholders as one of its important management policies, and its basic policy is to provide stable dividends over the long term, taking into comprehensive consideration its earnings outlook, investment in business activities, financial soundness, and other factors.

Under this policy, the dividend forecast for the fiscal year ending February 2027 will be an interim dividend of ¥70, a year-end dividend of ¥70, and an annual dividend of ¥140, as stated in the financial results report announced today. (Compared with the fiscal year ended February 28, 2026, this represents an increase of ¥5 in the interim dividend, ¥5 in the year-end dividend, and a total increase of ¥10 in the annual dividend.)

In addition, the Company will also purchase treasury stock in the fiscal year ending February 28, 2027. The Company will continue to consider the purchase of treasury stock as appropriate, in line with its basic policy on shareholder returns and in accordance with its business performance and share price levels, among other factors.

During the period of the Company's Fourth Medium-Term Management Plan (2025-2027), a total payout ratio of 40% or more and progressive dividends will be targeted.

<Shareholder Return Indicators (Forecast) Based on the FY2/27 Results Outlook>

Total payout ratio 40.0%

End