

July 15, 2021

To Whom it May Concern:

Company Name: Kanamic Network Co., Ltd.  
 Representative: President & Representative  
 Director, Takuma Yamamoto  
 (Securities Code: 3939, TSE First Section)  
 Contact Point: General Manager, Administration  
 Department, Kenya Wakabayashi  
 (TEL. 03-5798-3955)

**Notice Regarding the Acquisition of Treasury Stock and Purchase of Treasury Stock by  
 Off-Auction Own Share Repurchase Trading (ToSTNeT-3)  
 (Acquisition of Treasury Stock under the Articles of Incorporation Pursuant to Article  
 165,  
 Paragraph 2 of the Companies Act)**

The Company resolved at the meeting of its Board of Directors on July 15, 2021, to acquire its treasury stock under Article 156 of the Companies Act, as applied pursuant to paragraph 3, Article 165, of the same Act. The Company hereby announces that it has also resolved the specific method of acquisition as follows:

1. Reason for conducting the acquisition of treasury stock

Accompanying the resolution at the meeting of the Board of Directors today, to issue "1st series Unsecured Convertible Bonds with Stock Acquisition Rights (with inter-bond pari passu clause) with 120% soft call provision" and to issue "3rd series Stock Acquisition Rights", an acquisition of treasury stock will be conducted to soften the impact of short-term fluctuation in the supply and demand of the stock of the Company accompanying the issuance, to facilitate the smooth implementation of the procurement of funds, and, taking the interest of existing shareholders into account, to reduce dilution concerns to a certain extent.

2. Method of Acquisition

The Company will consign to an agent to repurchase the Company's shares through Off-Floor Treasury Share Repurchase Trading on the Tokyo Stock Exchange (ToSTNeT-3) at 8:45 a.m. on July 16, 2021 at 615 yen per share, which is the closing price as of today, July 15, 2021. The repurchase will not be conducted by any other trading method or at any other trading time. Moreover, the aforementioned buy order applies to the trading time mentioned above only.

3. Details of Acquisition

(1) Class of shares to be acquired	Ordinary Shares
(2) Total number of shares that may be acquired	813,000 shares (upper limit)
*ratio of shares outstanding (excluding treasury shares)	1.7%
(3) Aggregate value of shares acquired	500 million yen (upper limit)
(4) Acquisition Date	July 16, 2021
(5) Announcement of acquisition result	The acquisition result will be announced after the completion of the trade at 8:45 am on July 16, 2021
(6) The authority to make all other necessary decisions regarding this matter is relegated to the Representative Director and President of the Company.	

(Note 1) The number of shares to be acquired will not be changed. Depending on market conditions, the shares may not be acquired, in whole or in part.

(Note 2) The purchase will be conducted with a matching sell order for the number of shares scheduled for acquisition.

(Reference)

① The Company plans to finance the above acquisition of treasury stock with cash and deposits on hand.

② Status of treasury shareholding as of March 31, 2021:

Total number of shares issued (including treasury shares)	48,132,000 shares
Number of treasury shares	1,206 shares

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