

February 22, 2023

Company name: DRAFT Inc.
(Code number: 5070, Growth market
of the Tokyo Stock Exchange)
Representative: Taiju Yamashita, Representative
Director
Contact: Hisataka Kumagawa, Senior
Corporate Officer
(Telephone: +81-3-5412-1001)

Notice of Transition to a Company with an Audit and Supervisory Committee
and Executive Personnel Changes

At a meeting of the Board of Directors held today, DRAFT Inc. (the Company) resolved to transition from a company with an audit and supervisory board to a company with an audit and supervisor committee with the aim of enhancing corporate governance by strengthening the supervisory function of the Board of Directors, subject to approval at the 15th Annual General Meeting of Shareholders scheduled for March 30, 2023. In accordance with this resolution, the Company also announces that it has decided today on the candidates for directors to be proposed at the 15th Annual General Meeting of Shareholders to be held on March 30, 2023, as follows.

The partial amendment to the Articles of Incorporation in connection with this matter is separately disclosed in the "Partial Amendments to the Articles of Incorporation" dated today.

1. Transition to a company with an audit and supervisory committee

(1) Purpose of the transition

The Company will shift from a company with an audit and supervisory board to a company with an audit and supervisory committee in order to strengthen the supervisory function of the Board of Directors and further enhance corporate governance through a stronger supervisory system by making Audit and Supervisory Committee members, who are responsible for auditing the directors' performance of their duties, members of the Board of Directors.

(2) Transition period

The Company will transition to a company with an audit and supervisory committee upon approval of the necessary changes to the Articles of Incorporation at the 15th Annual General Meeting of Shareholders scheduled for March 30, 2023.

2. Executive personnel changes following the transition to a company with an audit and supervisory committee

- (1) Director candidates (excluding directors who are members of the Audit and Supervisory Committee)

(Submitted to the 15th Annual General Meeting of Shareholders scheduled for March 30, 2023)

Name	New job title	Current job title
Taiju Yamashita	Representative Director	Same as left
Masahiko Aranami	Director	Same as left
Daisuke Yuki	Independent Director	Same as left

- (2) Director candidates who are members of the Audit and Supervisory Committee

(Submitted to the 15th Annual General Meeting of Shareholders scheduled for March 30, 2023)

Name	New job title	Current job title
Mitsuru Hirata	Independent Director, Audit & Supervisory Committee Member	Independent Audit & Supervisory Board Member (Full-time)
Naoko Omura	Independent Director, Audit & Supervisory Committee Member	Independent Audit & Supervisory Board Member
Mariko Mishiro	Independent Director, Audit & Supervisory Committee Member	Independent Audit & Supervisory Board Member

- (3) Substitute director candidate who is a member of the Audit and Supervisory Committee

(Submitted to the 15th Annual General Meeting of Shareholders scheduled for March 30, 2023)

Name	New job title	Current job title
Hidetake Kayama	Substitute Independent Director, Audit & Supervisory Committee Member	—

- (Reference) History of substitute director candidate who is a newly appointed member of the Audit and Supervisory Committee

Name (Date of birth)	History
Hidetake Kayama (May 27, 1969)	Oct. 1993 Joined Showa Ota Audit Corporation (currently Ernst & Young ShinNihon LLC) Jul. 1997 Registered as Certified Public Accountant Sep. 2017 Opened Kayama Certified Public Accountants Office (current)

- (4) Outgoing director and Audit and Supervisory Board member

(Scheduled to step down at the conclusion of the 15th Annual General Meeting of Shareholders scheduled for March 30, 2023)

Name	Current job title
Koji Hasegawa	Director
Toshiki Sada	Independent Audit & Supervisory Board Member