

May 26, 2025

To our Stakeholders

Company name:	Advance Create Co., Ltd.
Representative:	Yoshiharu Hamada, President (Securities code: 8798; Tokyo, Sapporo, Fukuoka Market)
Inquiries:	Keisuke Soga, General Manager of Corporate Planning Department (TEL: 06-6204-1193)

Note: This document has been translated from a part of the Japanese original for reference purposes only. In the event of any discrepancy between this translated document and the Japanese original, the original shall prevail.

**Request for Submission of Improvement Report,
Imposition of Listing Agreement Violation Penalty and Public Announcement Measure**

Advance Create Co., Ltd. (hereinafter referred to as the “Company”) was required by the Tokyo Stock Exchange, Fukuoka Stock Exchange, and Sapporo Securities Exchange to submit “Improvement Reports” on May 23, 2025. In addition, the Company will be imposed 33.6 million yen listing agreement violation penalty from the Tokyo Stock Exchange, and will be subject to Public Announcement Measure by Fukuoka Stock Exchange and Sapporo Securities Exchange. The company plans to respond sincerely to the action taken by the Tokyo Stock Exchange, Fukuoka Stock Exchange, and Sapporo Securities Exchange and publish Improvement Reports by the submission deadline of June 20, 2025. In addition, the Company plans to pay the listing agreement violation penalty in full. Please refer to the website of Japan Exchange Group for the details and reasons of the measures taken by the Tokyo Stock Exchange based on the results of the examination by Japan Exchange Regulation.

URL: <https://www.jpx.co.jp/news/1023/20250523-11.html>

33.6 million yen listing agreement violation penalty will be recorded as an extraordinary loss in the consolidated financial statements for the third quarter of the fiscal year ending September 30, 2025. The impact on the full-year forecast for the current fiscal year announced on May 15, 2025 is negligible. The company deeply apologizes to our shareholders, investors, and other stakeholders for any inconvenience and concern this incident may have caused. The company takes this matter very seriously and will steadily implement measures to prevent recurrence and do our utmost to restore confidence in the company. The company would appreciate your understanding in this matter.