October 28, 2025

To Whom It May Concern

Company: Metaplanet Inc.
Representative: Representative Director
Simon Gerovich
(TSE Standard 3350)
Contact: IR Director Miki Nakagawa
Tel: 03-6772-3696

Notice Regarding the Establishment of Capital Allocation Policy

Metaplanet Inc. (the "Company") hereby announces that, pursuant to a resolution of the Board of Directors dated October 28, 2025, it has formulated a new Capital Allocation Policy (hereinafter referred to as the "Policy"). The outline is as follows:

1. Background of the Policy Formulation

Since April 2024, the Company has positioned its Bitcoin Treasury Operations as its core strategy and has actively expanded its Bitcoin (BTC) holdings through capital raises via common share issuances.

As a result, as of October 28, 2025, the Company holds 30,823 BTC (market value of ~$3.5 billion), making it the fourth-largest BTC treasury company globally and the largest in Asia.

Amid heightened market volatility and fluctuations in mNAV (calculated as Enterprise Value divided by Bitcoin NAV), the Company believes that expanding its strategic optionality—through flexible capital allocation and diversified financing tools—is essential to optimizing long-term value for shareholders. This includes the ability to repurchase shares when they are undervalued, acquire Bitcoin accretively, or scale new income-generating opportunities in line with market conditions.

In light of these circumstances, the Company has formulated an updated Capital Allocation Policy with the objective of maximizing long-term corporate value.

2. Overview of the Capital Allocation Policy

The Policy aims to provide a framework governing the Company's approach to capital raising, investment, and shareholder returns. It will be guided by the following three fundamental principles:

(1) Effective Use of Preferred Shares (Aiming for Early Listing)

To maximize BTC Yield accretion, the Company will actively promote the use of perpetual preferred shares. This approach is intended to enhance long-term shareholder value in BTC terms with minimal refinancing risk.

(2) Clear Guidelines on the Use of Common Shares

In principle, the Company will not raise capital through common share issuance when mNAV (a valuation multiple calculated by dividing Enterprise Value by BTC NAV) falls below 1.0x.

In principle, common share issuances will be pursued selectively, when mNAV exceeds 1.0x and when both financial metrics and strategic rationale indicate that such issuance will enhance shareholder value.

(3) Measures to Maximize BTC Yield Through Share Buybacks and Related Transactions

If mNAV falls below 1.0x, the Company will strongly consider repurchasing its own common shares as a means to maximize BTC Yield.

While 1.0x mNAV serves as an important reference point, the Company retains the right and flexibility to repurchase shares at any valuation level, including above 1.0x, when management believes the market price is meaningfully below the Company's intrinsic business value, and when such repurchases would enhance long-term value for continuing shareholders.

These transactions will be implemented with discretion, taking into account prevailing market conditions and the Company's financial position.

Funding sources for share repurchases may include cash on hand, proceeds from potential preferred share issuances, open ended credit facilities, and income generated from the Company's Bitcoin Income Generation business line.

As part of this Policy, the Company resolved today to establish a share repurchase authorization. For details, please refer to the disclosure titled "Notice Regarding the Establishment of Share Repurchase Program" released on the same date.

By executing this Policy in a disciplined manner, the Company aims to achieve the following three strategic objectives:

- Maximization of long-term corporate value
- Maximization of BTC Yield (increase in BTC per share)
- Increase of mNAV

Note: The listing of preferred shares requires prior consultation with the Tokyo Stock Exchange and is subject to a formal listing examination. While preliminary consultations have commenced, listing approval is not guaranteed and remains subject to regulatory review. Should any material developments arise regarding the preferred shares, they will be promptly disclosed.