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May 12, 2025

Company name:	PIOLAX, INC.
Name of representative:	Satoshi Yamada, Representative Director and President
	(Code No.5988 TSE Prime)
Inquiries:	Toshihiro Fukuda, General Manager, Business Administration Department
	(TEL. +81-45-577-3880)

Notice Concerning Reversal of General Reserve

PIOLAX, INC. (the "Company") hereby announces that it has resolved, at a meeting of the Board of Directors held today, to file a proposal regarding the "Reversal of General Reserve" at the 109th Ordinary General Meeting of Shareholders scheduled to be held on June 24, 2025. The details are described below.

1. Details
   Part of the general reserve will be withdrawn and transferred to retained earnings brought forward.
   （1） The item of surplus to be reduced and its amount
   General reserve: ¥20,000,000,000
   （2） The item of surplus to be increased and its amount
   Retained earnings brought forward: ¥20,000,000,000

2. Purpose
   To implement a flexible and stable return of profits in response to future changes in the management environment.

3. Effective date
   June 24, 2025

4. Impact on financial results
   The matter involves the processing of a transfer between different account titles in the net assets section in the balance sheet and results in no change in the net assets section. Consequently, there is no impact on profitability.

The matter is subject to approved at the 109th Ordinary General Meeting of Shareholders scheduled to be held on June 24, 2025.