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August 8, 2025

To whom it may concern:

Company Name: MARUKA FURUSATO Corporation
Representative: Ryohei Furusato
President and Representative Director
(Securities Code: 7128; TSE Prime Market)
Contact: Taketsugu Fujii
Executive Officer, Head of Corporate Administration Unit
(Tel: 06-6946-1600)

Notice Regarding the Establishment of the Impact Neutralization Trust

MARUKA FURUSATO Corporation (the "Company") hereby gives notice regarding the resolution at the Board of Directors meeting held on August 8, 2025 to establish the Impact Neutralization Trust (hereinafter referred to as the "Trust").

1. Purpose and background of the establishment of the Trust

Our company believes that we should act responsibly toward all our stakeholders and future society, both now and in the future. To achieve this, we aim to manage the company through agile and efficient decision-making under a fair and highly transparent management system, and work together as a group for sustainable growth and enhancement of mid- to long-term corporate values of the company.

Based on this approach, we believe that having a diverse range of shareholders will increase management transparency and strengthen our oversight, which will further contribute to enhancing the company's value.

For this reason, we asked several of our major shareholders, who held our shares as strategic shareholdings, to sell a portion of their shares, and they agreed to cooperate. By releasing these shares, which were previously held as strategic shareholdings, onto the market, more people will have the opportunity to become shareholders. We also expect this to help us continue to meet the listing requirements of the Tokyo Stock Exchange Prime Market and, through index investment by institutional investors based on free-float market capitalization (such as TOPIX), to improve the liquidity of the company's shares.

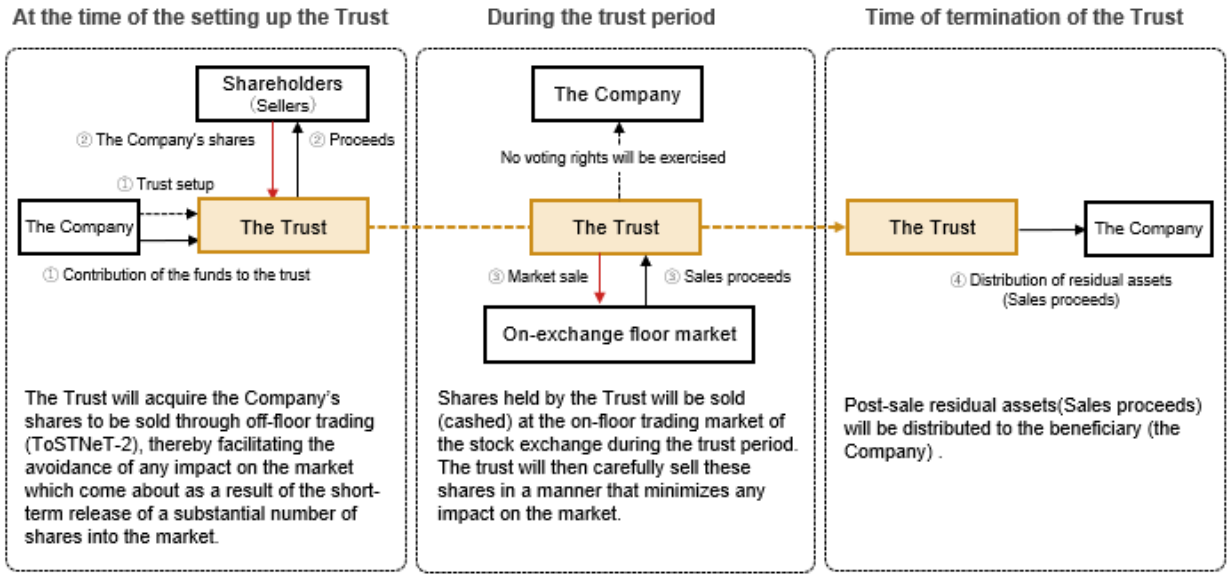
However, if too many shares are sold at once, it could have a significant impact on the market. Therefore, we decided that it would be best to sell the shares gradually, over time. After comparing various selling methods and considering the "Pros" and "Cons" described in "2. Overview of the Trust" below, we chose to use a trust structure. We believe this will minimize the impact on the market as much as possible, which is in the best interests of all our stakeholders.

2. Overview of the Trust

This trust has been established to diversify the company's shareholder and enhance corporate governance, as well as to increase free float ratio of the company's shares. When a major shareholder intends to sell their shares, the company will use its own funds to purchase those shares through off-floor trading system (ToSTNeT-2) on the Tokyo Stock Exchange. The trust will then carefully sell these shares in a manner that minimizes any impact on the market. All shares acquired by the trust will be sold during the trust period, and the proceeds will be distributed to the company. *

*As the Trust is a self-beneficial trust with the Company as the beneficiary, it will be treated as treasury shares for accounting purposes. If the Trust generates a gain on disposal due to an increase in the share price, it will be treated as an increase in "Other capital surplus (net assets)". If it generates a loss on disposal due to a fall in the

share price, it will be treated as a decrease in “Other capital surplus (net assets)”. The status of sales of the Company's shares by the Trust will be disclosed monthly.



The acquisition of the Company's shares by the Trust (hereinafter referred to as the “Acquisition”), as well as the holding and sale of the acquired shares, will be carried out in a manner that takes into account the purpose and objectives of the various regulations concerning treasury shares (Articles 155 to 160, 165 and 461 of the Companies Act, etc.) and the content of the Trust, and in a manner that responds to the regulations that are considered necessary.

【Pros】

① By acquiring the Company’s shares held by the major shareholders, business companies, through the Tokyo Stock Exchange's off-floor trading system (ToSTNeT-2), the Company can smoothly reduce Strategic shareholdings.

② As the shares acquired from the major shareholders will be sold by the Trust on the on-exchange floor market, the Company can expect a steady improvement in the free float ratio of the Company's shares.

③ In acquiring the Company's shares through the Trust, the use of the Tokyo Stock Exchange's off- floor trading (ToSTNeT-2), which is also commonly used in treasury share acquisition transactions, ensures that selling opportunities are not limited to the major shareholders who are scheduled to sell, but are also available to other shareholders, ensuring equality of opportunity for selling.

④ Depending on the share price movement (share price increase) during the trust period, there is a possibility that a disposal profit will arise between the acquisition funds contributed by the Company and the proceeds received from the sale.

【Cons】

① Due to the sale of shares in the Company on the on-exchange floor market there is a possibility that there will be a continuous impact on the market supply and demand for the company's shares until the sale of the Company's shares by the Trust is completed.

② Depending on the share price movement (decline in share price) during the trust period, there is a possibility that a disposal loss (however, the disposal loss will be limited to the acquisition funds contributed by the Company) will occur between the acquisition funds contributed by the Company and the proceeds from the sale, and it is possible that the amount will be considerable. In addition, there is a possibility that the disposal loss will be a factor in further share price decline.

3. Details of the Trust

(1) Settlor:	The Company
(2) Trustee:	The Nomura Trust and Banking Co., Ltd.
(3) Beneficiary:	The Company
(4) Exercise of voting rights:	Voting rights shall not be exercised with respect to the Company's shares held within the Trust.
(5) Dividend:	Received
(6) Type of trust:	Trust other than a monetary trust
(7) Trust agreement date:	August 8, 2025
(8) Period of trust:	August 8, 2025 (scheduled) to May 31, 2026 (scheduled)
(9) Purpose of the trust:	With the sale of the Company's shares by major shareholders, the purpose of the trust is to alleviate the deterioration of the market supply and demand for the Company's shares due to such sales, as well as to enhance corporate governance through the diversification of shareholders and improve the Company's free float ratio.

4. Method of acquiring the Company's shares in the Trust

(1) Class of shares:	The Company's common shares
(2) Number of shares (Upper limit):	740,000 shares (3.1% of the total number of issued shares (excluding treasury shares))
(3) Total Value of shares (Upper limit):	1,850,000,000 yen
(4) Timing of the acquisition:	August 13, 2025 (scheduled) to August 19, 2025 (scheduled)
(5) Method of acquisition:	Acquisition through off-floor trading (ToSTNeT-2) on the Tokyo Stock Exchange
(6) Acquisition price:	The closing price on the business day prior to the acquisition date
(7) Acquisition date:	To be disclosed on the business day prior to the acquisition date
(8) Conditions for suspension of the Acquisition:	The fulfillment of the purpose of the Trust shall be reasonably expected to take place as a result of the Acquisition
(9) Funds to be contributed for acquisition and to be placed in the trust:	1,874,035,000 yen

5. Method of selling the Company's shares in the Trust

The sale of the Company's shares in the Trust will be conducted through on-exchange floor trading, and the Company will receive the proceeds from the sale. The specific execution of sales during the trust period will be

conducted based on the execution policy stipulated in the trust agreement in advance, and the Company will not give any instructions.

<Summary of the execution policy for on-exchange floor trading transactions >

- Aim to Ensure the completion of sales within the trust period while taking into consideration the dispersion of time intervals between sales. If the shares falling under the category of property in trust remain on the expiration date of the initial trust period, the expiration date of the Trust will be changed to November 30, 2026.
- Taking into account elements such as stock price adjustments happening on the days on which sales take place, the sale of shares should be undertaken in a manner which serves to ensure that the number of shares sold on each business day constitutes roughly 15% of the market volume.
- In principle, sales orders shall be placed using limit orders. Orders shall not be placed using no-limit orders.
- Depending on the conditions in the stock market, the pacing of the sales may be adjusted within a certain range. In particular, sales may be suspended when there is a situation where a significant fall in the stock price is seen.
- In the event that the stock becomes designated as a stock placed on supervisory post for possible delisting or a delisted stock in accordance with the provisions stipulated by the financial instruments exchange, the prompt completion of the sales shall be facilitated regardless of the above.

6. Impact on the Company's business performance

The impact of implementing the Trust on the Company's business performance will be disclosed in the form of quarterly financial results as necessary.

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