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June 23, 2025

Company Name: RHYTHM CO., LTD.
Representative: Takeo Yumoto
President and Representative Director
(Securities code: 7769 TSE Prime Market)
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Notice Concerning Acquisition of Own Shares and Repurchase of Own Shares Through Off-Auction Own Share Repurchase Trading System (ToSTNeT-3) (Acquisition of Own Shares Under the Provisions of the Articles of Incorporation Pursuant to Article 165, Paragraph (2) of the Companies Act and Repurchase of Own Shares Through Off-Auction Own Share Repurchase Trading System (ToSTNeT-3))

RHYTHM CO., LTD. (The "Company") hereby announces that it has resolved, at the meeting of the Board of Directors held on June 23, 2025, the matters concerning the acquisition of own shares pursuant to the provisions of Article 156 of the Companies Act, as applied by replacing the relevant terms pursuant to the provisions of Article 165, Paragraph (3) of the same Act.

1. Reason for Acquisition of Own Shares

One of the Company's top priorities is to increase corporate value over the medium to long term and return profits to shareholders. To date, the Company has been working on initiatives to increase corporate value, measures to improve capital efficiency, and measures to satisfy the Continued Listing Criteria. As a result of these, the repurchase of the Company's own shares will be conducted through ToSTNeT-3, as one of the measures to expand shareholder returns, as described in the "Notice Concerning Measures to Expand Shareholder Returns, Dividend Forecast for Fiscal Year Ending March 31, 2026, and Conclusion of an Agreement with Major Shareholders" announced today.

2. Method of Acquisition

At 8:45 a.m. on June 24, 2025, a consigned purchase order of shares will be placed with ToSTNeT-3 of the Tokyo Stock Exchange at the closing price of 3,430 yen for today, June 23, 2025 (no changes to other transaction systems or transaction times will be made). The purchase order will apply only to the specified transaction time.

3. Details of Acquisition

(1) Class of Shares to be Acquired:
Common shares

(2) Total Number of Shares may be Acquired:
291,500 shares (maximum)
(3.53% of the total number of issued shares (excluding treasury shares))

(3) Total Acquisition Price:
¥1 billion (maximum)

(4) Disclosure of Acquisition Result:

The acquisition result will be announced after completion of transaction at 8:45 a.m. on June 24, 2025.

(5) Method of Acquisition:

Purchase through Off-Auction Own Share Repurchase Trading System (ToSTNeT-3) of the Tokyo Stock Exchange

Note 1: No change will be made to the number of shares specified above. However, part or all of the acquisition may not be carried out depending on market conditions and other factors.

Note 2: The purchase will be made on the basis of sell orders corresponding to the number of shares scheduled to be acquired.

4. Other

In the event that any major shareholder responds to the aforementioned share repurchase order, there may be a change of major shareholders. In the case of such an event acknowledged, appropriate disclosure will be made promptly.

(Reference) Treasury shares held as of March 31, 2025

Total number of issued shares (excluding treasury shares) 8,253,927 shares

Number of treasury shares 131,166 shares