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October 23, 2025

Company Name: AIZAWA SECURITIES GROUP CO., LTD.
Representative: Takuya Aizawa, President & Representative Director
(Securities Code: 8708, TSE Prime Market)
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Notice Regarding Capital Increase and Reduction of Consolidated Subsidiary

AIZAWA SECURITIES GROUP CO., LTD. (hereinafter referred to as the "Company") hereby announces that Aizawa Asset Management Co., Ltd., a consolidated subsidiary of the Company, resolved at a meeting of the Board of Directors held today to submit a proposal for a capital increase to the Extraordinary General Meeting of Shareholders to be held on October 31, 2025.

In addition, Aizawa Asset Management Co., Ltd. resolved to carry out a capital reduction at the same time. The details are described below.

1. Overview of the consolidated subsidiary

Name	Aizawa Asset Management Co., Ltd.	
Location	Tokyo Shiodome Building, 1-9-1 Higashi-Shimbashi, Minato-ku, Tokyo	
Representative	Shinichiro Shiraki, Representative Director, CEO	
Description of business	Type II Financial Instruments Business, investment advisory business and investment management business	
Share capital	95,000,000 yen	
Date of establishment	December 2007	
Ownership ratio	AIZAWA SECURITIES GROUP CO., LTD. 85.00% Cornwall Master LP 7.48% Plane Tree LLC 4.94% Shinichiro Shiraki 2.58%	
Relationship between the Company and said company	Capital relationship	The Company holds an 85.00% stake.
	Personnel relationship	Three Directors of the Company concurrently hold the position of Director of the said company. In addition, one employee of the Company concurrently holds the position of Auditor of the said company.
	Business relationship	As the holding company, the Company provides management guidance and business administration.

2. Overview of the capital increase

(1) Details of the capital increase

Amount to be paid in	100,000,000 yen (Share capital: 50,000,000 yen, Legal capital surplus: 50,000,000 yen)	
Number of shares to be issued	65,332,075 shares (1.53 yen per share)	
Share capital after capital increase	95,000,000 yen * Although share capital increases by 50,000,000 yen as a result of a capital increase, since a capital reduction of the same amount will be carried out as described below, there will be no change to the amount of share capital.	
Subscriber of new shares	Cornwall Master LP	
Due date of payment	November 26, 2025	
Ownership ratio after capital increase	Cornwall Master LP	49.54%
	AIZAWA SECURITIES GROUP CO., LTD.	46.36%
	Plane Tree LLC	2.70%
	Shinichiro Shiraki	1.40%

* Although the Company's ownership ratio will decrease to 50% or less after the capital increase, Aizawa Asset Management Co., Ltd. will continue to be classified as a consolidated subsidiary of the Company since the Company will continue secondment of officers.

(2) Purpose of the capital increase

In conjunction with the launch of a new business, the company will increase capital to strengthen its capital base.

3. Overview of the capital reduction

(1) Amount of share capital to be reduced

As described above, share capital will increase by 50,000,000 yen as a result of a capital increase, and a capital reduction of the same amount will be carried out. Therefore, there will be no change to the amount of share capital.

(2) Purpose of the capital reduction

To maintain the current amount of share capital of 95,000,000 yen, a capital reduction by the same amount as the capital increase will be carried out.

(3) Method of the capital reduction

It will be a capital reduction without pay-out and not involve repayment. The total number of issued shares will remain unchanged, and the entire amount of the capital reduction of 50,000,000 yen will be reclassified to other capital surplus.

(4) Schedule of the capital reduction

Date of resolution at the meeting of the Board of Directors of the subsidiary:	October 23, 2025
Date of public notice for creditor objections:	October 24, 2025 (scheduled)
Date of resolution at the Extraordinary General Meeting of Shareholders of the subsidiary:	October 31, 2025 (scheduled)
Final date for creditor objections:	November 25, 2025 (scheduled)
Effective date:	November 26, 2025 (scheduled)

4. Future outlook

The impact of this matter on consolidated business results is minimal.