Supplementary Materials on Strategic Growth Financing



Astroscale Holdings Inc.
(Ticker: 186A)

May 19, 2026

Disclaimer

This document has been prepared as supplementary material to the press release titled "Notice Regarding Issuance of Zero Coupon Convertible Bonds Due 2029 through International Offering, and Issuance of New Shares and Series 1 Unsecured Convertible Bonds through Third-Party Allotment" announced by Astroscale Holdings Inc. (the "Company") on May 19, 2026, and does not constitute an offer or solicitation of securities, including convertible bonds with stock acquisition rights or common shares issued by the Company, in Japan or overseas.

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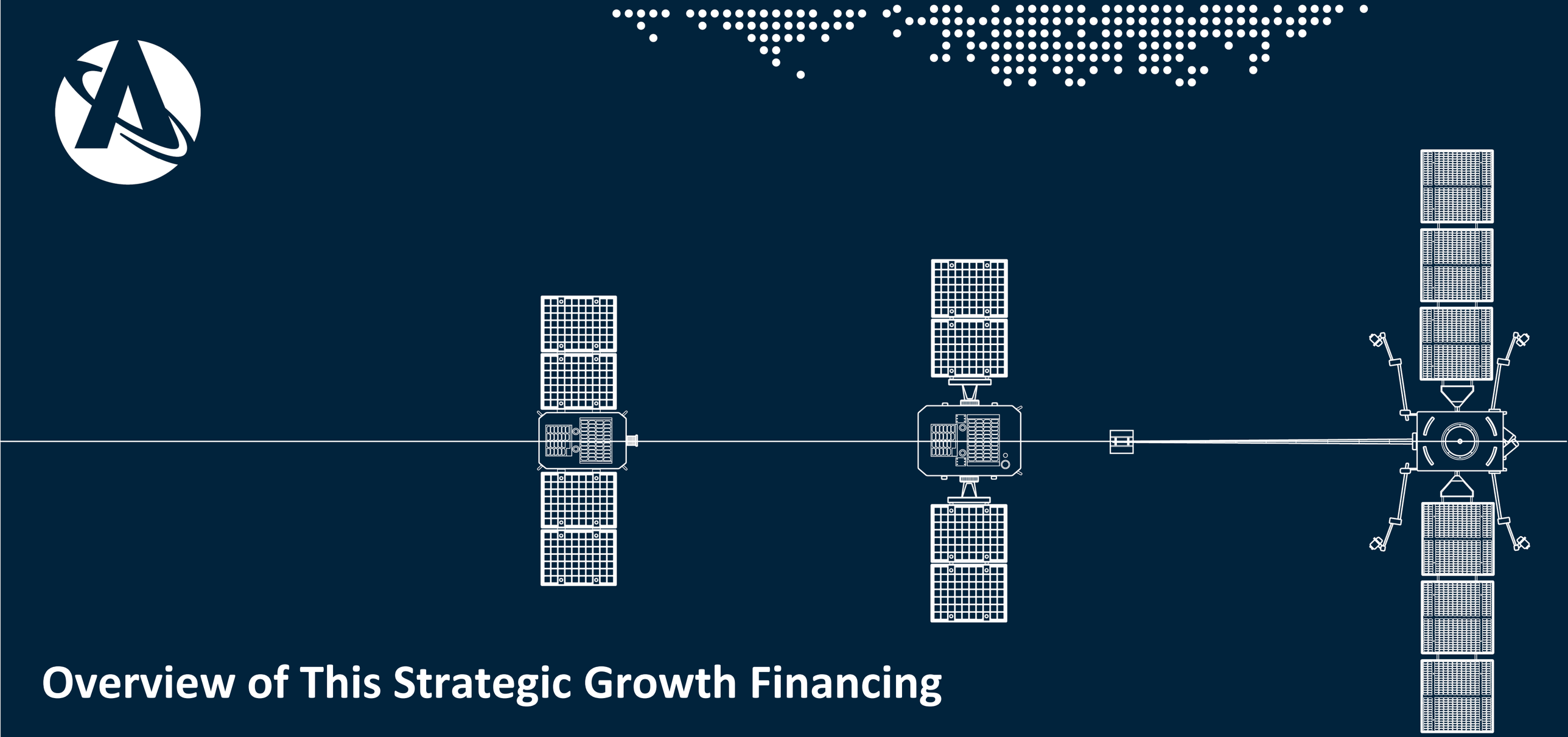


Overview of This Strategic Growth Financing

Strategic Growth Financing for Securing Repeatable Business

Expect to raise ¥30.6 billion through convertible bonds and new shares to fund mid- to long-term growth, aimed at securing repeatable business. This fundraise underpinned by strategic investors supporting the Group's growth enhances management flexibility.

Amounts		Rationale	Key Points
Total proceeds: ¥30.6 billion	**CB (International offering) ¥10.0 billion**	**Low-cost financing**	• Large-scale, low-cost financing while **avoiding immediate dilution** • Achieve **investor base expansion and wider financing options** • Deploy to **working capital**
	CB (Third-party allotment) ¥16.3 billion	**Reduce refinancing risk while maximizing proceeds**	• **Largest investment to date from HULIC, an existing strategic investor** • **Hulic intends to hold a larger stake long-term** based on conviction on growth potential of the business • Strategic investor support **enhances management flexibility and stability of the Group**
	Common shares (TPA) ¥4.3 billion *Dilution: 1.6%*	**Secure risk capital**	• HULIC and SKY Perfect JSAT participate as strategic investors • Deploy to **facility expansion to secure repeatable business**

Note: Dilution ratio is calculated as the assumed number of new shares to be issued divided by the sum of total shares outstanding as of the end of April 2026 and the assumed number of new shares to be issued.

Use of Proceeds to Secure Repeatable Business

Proceeds to be used primarily for facility expansion to capture defense-related demand and scaling life extension services for commercial markets. Establishes the foundation to increase focus on repeatable business and aim for improved profitability.

Facility expansion	**¥4.0 billion**	• Capex to expand production capacity at subsidiaries in Japan and the UK • Accelerates growth by preparing supply capacity for increased repeatable business
Maintenance and enhancement of existing facilities	**¥3.0 billion**	• Capex for maintenance and functional enhancement of existing facilities • Accelerates growth by preparing supply capacity for increased repeatable business
Manufacturing of life extension service satellites	**¥7.0 billion**	• Manufacturing costs for life extension service satellite • Continued investment to secure repeatable business from life extension services
Working capital	**¥16.0 billion**	• Working capital including personnel and project-related expenses

Financing Structure (1): International Offering

Issue convertible bonds through an international offering to expand investor base and to enhance visibility and positioning in global capital markets. Achieves low-cost financing while avoiding immediate dilution for existing shareholders.

Convertible Bond Issuance via International Offering	
Issuer	Astroscale Holdings Inc.
Instrument	Yen-denominated convertible bonds with stock acquisition rights due 2029
Resolution date	May 19, 2026
Settlement date	June 5, 2026
Issue size	¥10.0 billion (excluding ¥16.3 billion via third-party allotment)
Tenor	3 years
Issue price / Offering price	100% / 100%
Redemption price	100%
Coupon	0.0% (zero coupon)

Financing Structure (2): Third-Party Allotment

Participation by HULIC, a long-standing supporter since before listing, and SKY Perfect JSAT, a leading GEO satellite operator in Japan, as strategic investors based on their evaluation of the Group's mid- to long-term growth strategy and potential.

Overview of Third-Party Allotment

▼ CB (Terms similar to Euroyen CB)

発行体	Astroscale Holdings Inc.
割当予定先	HULIC Co., Ltd.
発行金額	¥16.3 billion

▼ Equity

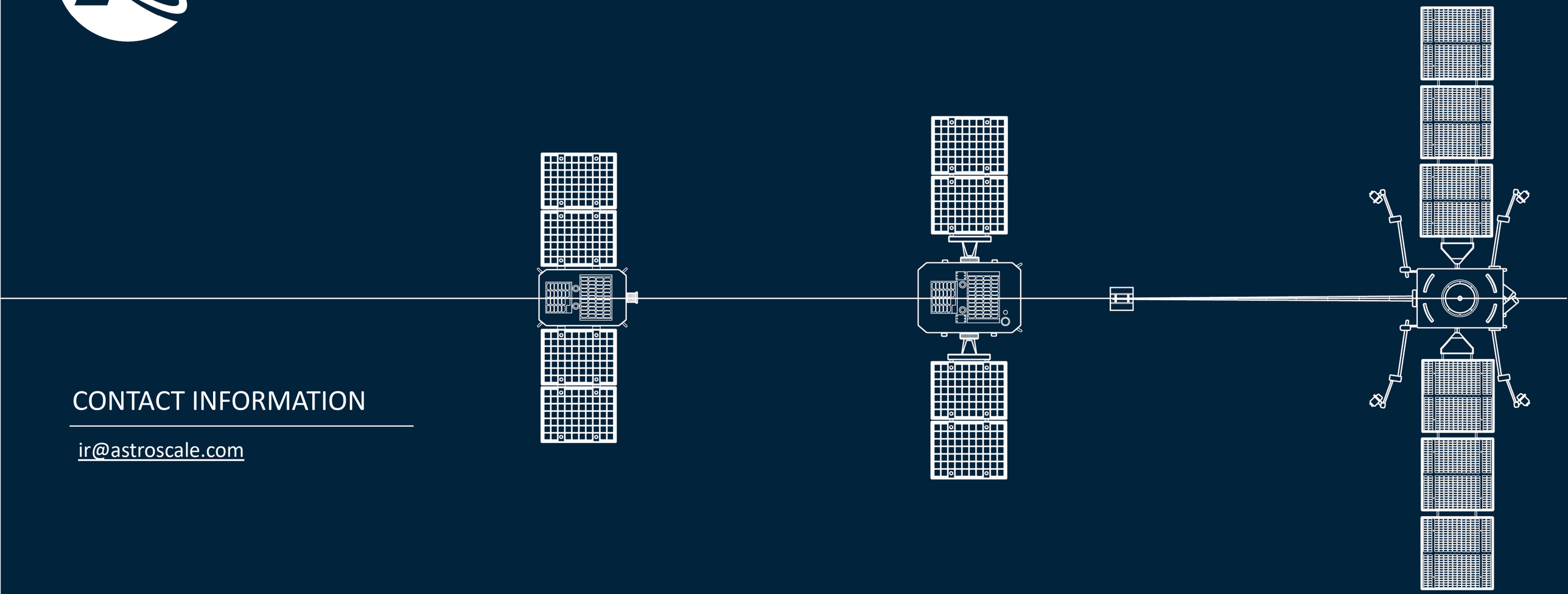
Issuer	Astroscale Holdings Inc.
Allottees	HULIC Co., Ltd. SKY Perfect JSAT Corporation
Type of shares	Common shares
Number of shares issued	2,523,473 shares (1)
Issue price	¥1,704 per share(1)
Total issue amount	¥4,299,997,992(1)
Resolution date	May 19, 2026
Settlement date	June 5, 2026

Overview of Strategic Investors

- **HULIC Co., Ltd.**
  - Long-standing shareholder since before listing, continuously supporting the Company, including through the development of the Tokyo headquarters building
  - A significant investment representing a majority of this fundraise is a vote of confidence in the Group's mid- to long-term growth strategy and potential

- **SKY Perfect JSAT Corporation**
  - Entered into a capital and business alliance with SKY Perfect JSAT, a provider of communication satellite services for commercial and security purposes, operating 17 GEO satellites
  - Strategic partnership focused on realizing business synergies and collaboration opportunities
  - As part of the partnership to create opportunities in the on-orbit services domain, promoting collaboration including cooperation between overseas subsidiaries

(1) The number of shares to be issued is an estimated number, assuming the shares are issued at the estimated issue price of ¥1,704 .The actual number of shares to be issued will be determined by a resolution of the Board of Directors of the Company based on the issue price to be determined on the pricing date (May 20, 2026).



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