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November 4, 2026

Company Name PowerX, Inc.
Representative Director, President & CEO Masahiro Ito
(Code Number: 485A Tokyo Stock Exchange Growth Market)
Contact Corporate Executive Officer & CFO Toshiyuki Fujita
(TEL: 03-4400-7296)

Notice Regarding the Execution of Commitment Line Agreement and Loan Agreement with Financial Covenants

PowerX, Inc. (the "Company") hereby announces that its Executive Committee held on November 4, 2026, resolved to enter into a commitment line agreement and a loan agreement with financial covenants (hereinafter collectively referred to as the "Agreements"), as outlined below.

1. Reasons for Executing this Agreements

Due to the seasonality of the Company's sales, deliveries tend to concentrate particularly in the fourth quarter. As inventories build up due to production ahead of deliveries, the balance of inventories tends to increase from the second to third quarters, creating significant demand for working capital during these periods. Furthermore, the order backlog for the next fiscal year has accumulated substantially. In order to meet the working capital requirements associated with expanding orders, the Company will newly enter into a short-term commitment line agreement and a long-term loan agreement, thereby strengthening its financial foundation by securing agile and stable means of financing.

Furthermore, as a company headquartered in Okayama Prefecture, we recognize that further strengthening our partnership and relationship with The Chugoku Bank, Limited, the leading local financial institution, is extremely important for driving community-rooted, sustainable business growth.

The terms and conditions of these agreements, including interest rates, are comparable to those of our loans with existing main financial institutions (consistent with prevailing market rates), and we have secured a stable funding facility based on a sound and equitable business relationship.

2. Details of this Agreement

		Short-Term	Long-Term
(1)	Contract Type	Commitment Line Agreement	Loan Agreement
(2)	Execution Date	November 12, 2026 (Scheduled)	
(3)	Counterparty Attribute	The Chugoku Bank, Limited	
(4)	Borrowing Limit	JPY 1.0 billion	JPY 1.0 billion
(5)	Commitment Period	November 16, 2026 – October 29, 2027	—
(6)	Repayment Date	October 29, 2027	September 30, 2029
(7)	Applicable Interest Rate	TIBOR+1.5% (Approximately 2.91% as of November 2, 2026)	TIBOR+2.0% (Approximately 3.76% as of November 2, 2026)
(7)	Applicable Interest Rate	TIBOR + Spread	
(8)	Collateral Details	Real estate owned by the Company	

3. Details of Financial Covenants Attached to this Agreement

- For each fiscal year ending on or after the fiscal year ending December 31, 2026, the Company shall maintain total net assets on the consolidated balance sheet at the end of each fiscal year at an amount equal to or exceeding whichever is higher: 75% of total net assets on the consolidated balance sheet as of the end of the fiscal year ended December 31, 2025, or 75% of total net assets as of the end of the immediately preceding fiscal year.
- For any two consecutive fiscal years beginning with the fiscal year ending December 31, 2026, the Company shall not record ordinary losses on the consolidated statement of income for two consecutive periods. The initial assessment will be made based on the financial results for the fiscal year ending December 31, 2027, and the immediately preceding fiscal year.

4. Future Outlook

The impact of this matter on the Company's consolidated financial results for the fiscal year ending December 31, 2026, is expected to be minor. If any matters requiring disclosure arise in the future, the Company will promptly announce them.