

[Translation]

March 18, 2024

Kakuyasu Group Co.,Ltd.

Representative Director and President Yoshiyuki Maegaichi

(Ticker: 7686, the Standard Market of the Tokyo Stock Exchange)

Inquiry to Executive Officer Hiroyuki Yamamoto

Sale-Leaseback transaction of Non-current assets with recording extraordinary profit

This is to announce that the Company resolved to implement a sale-leaseback transaction of non-current assets at the Board of Directors meeting held today. As a consequence of the transaction, the Company will recognize extraordinary profit in the fiscal year ending March 31, 2024. Details are described below.

1. Purpose of the transaction

Efficiently managing the corporate resources and strengthening our financial position.

2. Details of the transaction

Name and Location of Assets	Current Status	Net Gain from the transaction(※)	Commencement of the Lease
Komone Distribution Center (Itabashi-ku, Tokyo) Land Area: 1,581.54 square meters (㎡).	It's been used as a distribution center of liquors and goods	Approximately JPY 300 million	End of March 2024

※ The Company won't disclose price of the transaction, the book value of the asset, and total lease payment by an agreement with the buyer. In fact, the price of the transaction is fairly constituted based on the market price nearby.

※ Net Gain from the transaction is estimated by subtracting the book value of the asset and its associated expenses from the price.

3. Summary of the Buyer

(1) Company Name	ML Estate Co.,Ltd.	
(2) Headquarters	1-2-6, Toranomon, Minatio-ku, Tokyo	
(3) Representative	Masato Matsui, Representative Director	
(4) Business	Real estate related business and real estate related finance service business	
(5) Paid-in Capital	JPY 10 million	
(6) Establishment	December 3, 1993	
(7) Shareowner	Mizuho Lease Co.,Ltd. (100%)	
(8) Relationship between The Company and the Buyer	Capital relationship	Not applicable.
	Personnel relationship	Not applicable.
	Business relationship	Not applicable.
	Whether the buyer falls under related party	Not applicable.

4. Timeline of the transaction

(1) Board Resolution	March 18, 2024
(2) Signing Date	March 19, 2024
(3) Closing Date	March 27, 2024
(4) Commencement of the Lease Instrument	March 27, 2024

5. Financial impact from the transaction

In conjunction with the transaction, the Company will recognize a gain of approximately 300 million yen, which is calculated by subtracting the book value and its associated expenses from the price, as an extraordinary profit in the consolidated financial statements for the fiscal year ending March 2024.

Please understand that the consolidated business performance forecast for the full year ending March 2024 will be announced promptly if any revisions arise, while taking into account the results of the fourth quarter period.

Disclaimer: This is an English translation of the disclosure. This translation is prepared and provided for the reader's convenience.