

May 2025

To our shareholders

Kanro Inc.

Frequently asked questions about share split

Kanro Inc. (the “Company”) hereby announces that at a meeting of the Board of Directors held on May 23, 2025, the Company resolved to conduct a share split. To help shareholders gain a deeper understanding of the share split, we have prepared a list of frequently asked questions regarding the share split, which we hope you will take a look at.

Q1. What is the reason for the share split?

The Company aims to create an environment which facilitates investment by a wider range of investors, and to expand our investor base by reducing the investment unit price of our shares and increasing their liquidity..

Q2. Does it have any impact on the value of assets?

There will be no change in the company's assets or capital before and after the share split, so aside from other factors such as stock market trends, the asset value of the shares held by shareholders will not change. The number of shares held will increase threefold, but the net asset value per share will decrease to one-third.

Q3. As the number of shares I own increases, will the dividends I receive also increase?

After the share split, the number of shares you own will triple, but the dividend per share will be one-third, so the share split will not affect the total amount of dividends you receive.

Q4. Do shareholders have to take any steps?

Shareholders do not need to take any special steps with our company or their securities firms.

Q5. Are there any suspension periods for stock trading following a share split?

There will be no suspension of trading. Trading will commence at the new share price and number of shares held from June 27, 2025.

Q6. What will happen to the shareholder benefits plan?

Our shareholder benefit plan is targeted at shareholders who hold a certain number of shares listed or recorded in our shareholder register as of the end of December each year. In conjunction with this share split, we will change the benefits criteria as follows. In addition, we will establish a long-term benefit plan to present higher-grade shareholder benefits to shareholders who have held 3,000 or more of our shares (1,000 or more before the share split) for three years or more.

Benefits (* 1)	Number of shares held (before change)	Number of shares held (after change)	Continuous holding period
Our products worth 1,000 yen	100-599 shares	300-1,799 shares	-
Our products worth 2,000 yen	600-999 shares	1,800-2,999 shares	-
Our products worth 3,000 yen	Over 1,000 shares	Over 3,000 shares	-
Our products worth 5,000 yen	-	3,000 shares or more (Before split: 1,000 shares or more)	3 years or more (* 2)

* 1 You may also choose to make a matching donation to the Japan Association for the World Food Programme.

* 2 "Continuous holding period of three years or more" means that on the record date for the allotment of shareholder benefits (December 31st each year), there is a record of holding 3,000 shares or more on the shareholder register as of the shareholder register record dates (December 31st and June 30th) for seven or more consecutive times under the same shareholder number (a record of holding 1,000 shares or more on the shareholder register up to June 30th, 2025).

Q7. What is the future schedule for share split?

June 26, 2025 (Thursday) Last day to buy and sell our share at the current share price and number of shares owned

June 27, 2025 (Friday) Start date for buying and selling our share at the new share price level and number of shares

June 30, 2025 (Monday) Record date for share split

July 1, 2025 (Tuesday) Effective date for share split

◆Inquiries regarding share split◆

If you have any questions regarding share split, please contact your securities firm or the shareholder registry administrator listed below.

<Shareholder registry administrator/special account management institution>

Sumitomo Mitsui Trust Bank, Limited, Share Transfer Agency Department

2-8-4 Izumi, Suginami-ku, Tokyo

Phone: 0120-782-031 (toll free)

(9:00 am to 5:00 pm. Saturdays, Sundays, holidays, etc. are excluded.)