

November 12, 2021

Address	5-27-5 Sendagaya, Shibuya-ku, Tokyo
Corporate name	Demaecan Co., Ltd
Representative	Hideo Fujii, President & CEO (JASDAQ Code : 2484)
Contact	Finance and Accounting Group TEL: 050-5445-5390 URL: http://corporate.demaecan.com/en/

Notice Regarding the Holding of an Adjourned Meeting of the 22nd Annual General Meeting of Shareholders

Demaecan Co., Ltd. (the “Company”) hereby announces that, at the meeting of the Board of Directors held today, it resolved the policy for holding the Adjourned Meeting of the 22nd Annual General Meeting of Shareholders as follows:

1. Reasons for the decision to hold an adjourned meeting of the annual general meeting of shareholders

As a part of the meeting agenda of the 22nd Annual General Meeting of Shareholders to be held on November 29, 2021 (hereinafter, the “General Meeting”), the Company had planned to report to shareholders at the General Meeting the matters to be reported, which are the Business Report and Consolidated Financial Statements for the Company’s 22nd Fiscal Year (September 1, 2020 to August 31, 2021), results of audits of the Consolidated Financial Statements by the Accounting Auditor and the Audit & Supervisory Board, and the Non-consolidated Financial Statements for the Company’s 22nd Fiscal Year (September 1, 2020 to August 31, 2021) (hereinafter, “Settlement Reports for the 22nd Fiscal Year”). However, the existence of error in the balance of payables and receivables was revealed by the findings of the Accounting Auditor, so as of the present time the Company is unable to provide the Business Report, Consolidated Financial Statements, Non-consolidated Financial Statements, Audit Report Pertaining to the Consolidated Financial Statements, Audit Report Pertaining to the Non-consolidated Financial Statements, and Audit Report of the Audit & Supervisory Board, which should be attached to the notice of the General Meeting (hereinafter, “Attached Documents”). We deeply apologize for the considerable inconvenience and concern this may cause shareholders, investors, and all other parties involved.

For the aforesaid reasons, the Company determined that it would have to desist from reporting the Settlement Reports for the 22nd Fiscal Year at the General Meeting. The Company will therefore hold an adjourned meeting of the General Meeting (hereinafter, the “Adjourned Meeting”) and plans to make a proposal to shareholders at the General Meeting on reporting the Settlement Reports for the 22nd Fiscal Year at the Adjourned Meeting and on authorizing the Board of Directors to decide on the date, time, and place of the Adjourned Meeting (hereinafter, the “Proposal”). We intend to promptly disclose the date and time that the Adjourned Meeting will be held as soon as the required procedures are completed after approval of the Proposal at the General Meeting. The Adjourned Meeting is part of the General Meeting, so shareholders attending the Adjourned Meeting must be the same as those eligible to exercise voting rights at the General Meeting.

2. Notice of the 22nd Annual General Meeting of Shareholders

1. Date and Time: Monday, November 29, 2021 at 10:30 a.m. Japan time
2. Place: Belle Salle Shinjuku Grand Conference Center
Sumitomo Fudosan Shinjuku Grand Tower (5th Floor)
8-17-1 Nishishinjuku, Shinjuku-ku, Tokyo
3. Meeting Agenda:
Matters to be reported:
 1. The Business Report and Consolidated Financial Statements for the Company's 22nd Fiscal Year (September 1, 2020 to August 31, 2021) and results of audits of the Consolidated Financial Statements by the Accounting Auditor and the Audit & Supervisory Board
 2. Non-consolidated Financial Statements for the Company's 22nd Fiscal Year (September 1, 2020 to August 31, 2021)Please note that matters to be reported 1 and 2 will not be reported at the General Meeting but will be reported at the Adjourned Meeting.
Proposals to be resolved:
 - Proposal 1: Reduction of the Amount of Stated Capital
 - Proposal 2: Partial Amendments to the Articles of Incorporation
 - Proposal 3: Election of Five Directors
 - Proposal 4: Election of One Audit & Supervisory Board Member
 - Proposal 5: Determination of Compensation for the Allotment of Restricted Stock to Directors (excluding Outside Directors)

We would like to strongly recommend that you refrain from attending the meeting in person and exercise your voting rights in writing or via the Internet in order to avoid the risk of infections with COVID-19 at the meeting.

3. Date, Time and Place of the Adjourned Meeting of the 22nd Annual General Meeting of Shareholders

After the proposal is approved at this General Meeting of Shareholders, the Company will disclose the information as soon as the necessary procedures are completed.

4. Agenda of the Adjourned Meeting of the 22nd Annual General Meeting of Shareholders

- Matters to be reported:
1. 1. The Business Report and Consolidated Financial Statements for the Company's 22nd Fiscal Year (September 1, 2020 to August 31, 2021) and results of audits of the Consolidated Financial Statements by the Accounting Auditor and the Audit & Supervisory Board
 2. Non-consolidated Financial Statements for the Company's 22nd Fiscal Year (September 1, 2020 to August 31, 2021)

We sincerely apologize for any inconvenience and concern this may cause to our shareholders, investors, and all other parties concerned.