July 24, 2026

Company Name: NIHON DENGI CO., LTD.
Representative: Ryosuke Shimada
Representative Director and President
(Code: 1723; Standard Market
of the Tokyo Stock Exchange)
Inquiries: Yoshiaki Kobayashi, Director,
Senior Executive Officer, General Manager
of the Planning & Management Division
(TEL：+81-3-5624-1100)

Notice Regarding the Policy on Reducing Strategic Shareholdings

NIHON DENGI CO., LTD. (the "Company") hereby announces that the Board of Directors approved the policy on reducing strategic shareholdings at its meeting held on July 24, 2026, as described below.

1. Purpose

The Company annually reviews and evaluates the appropriateness of holding all its strategic shareholdings at meetings of the Board of Directors. In making such assessments, the Company comprehensively considers not only business-related factors, including transaction history with investee companies and the maintenance of sound business relationships, but also financial benefits and risks associated with such holdings.

With the aim of improving capital efficiency, achieving sustainable growth, and enhancing corporate value over the medium to long term, the Company has formulated the following policy on reducing strategic shareholdings.

2. Policy on Reducing Strategic Shareholdings

The Company's policy is to reduce the ratio of its strategic shareholdings to consolidated net assets to less than 10% by FY2030 (fiscal year ending March 31, 2031).

The funds generated through the reduction will be allocated to business growth investments and the enhancement of shareholder returns, with the aim of improving capital efficiency.

3. Outlook

In accordance with the above policy, the Company will proceed with its initiatives while placing importance on business-related factors, including the maintenance of sound business relationships. The Company will also engage in careful dialogue with the issuers of shares subject to divestment and seek their understanding of the Company's policy.