



June 30, 2025

To whom it may concern,

LY Corporation  
Takeshi Idezawa  
President and Representative Director, CEO  
Stock Code: 4689

### **Notice Regarding the Establishment of a Facility for Share Repurchase and Cancellation of Treasury Shares**

LY Corporation (hereinafter the “Company”) hereby announces that it has resolved, at the Board of Directors meeting held on June 30, 2025, to (1) establish a facility for share repurchase pursuant to the provisions of Article 156, Paragraph 1 of the Companies Act of Japan, as applied following the deemed replacement of terms pursuant to the provisions of Article 165, Paragraph 3 of the same Act, and Article 10 of the Company's Articles of Incorporation. Furthermore, the Company has also resolved to (2) cancel a portion of its treasury shares pursuant to the provisions of Article 178 of the Companies Act. Details are as follows.

#### **(1) Establishment of a Facility for Share Repurchase**

##### **1. Reasons for Establishing a Facility for Share Repurchase**

The Company believes that, in aiming for medium- to long-term and sustainable enhancement of its corporate value, it is essential to both make strategic investments for future growth and return profits to shareholders. Based on this belief, the Company has set forth a shareholder return policy targeting a cumulative total payout ratio of 70% or more over the five years from fiscal year ending March 31, 2026. At the same time, it has clarified its capital allocation policy and is working to improve capital efficiency while balancing profit growth with growth investments. Under these policies, the Company will establish a facility for repurchasing its shares, with the aim of enhancing capital efficiency and improving shareholder returns.

##### **2. Details of the Facility for Share Repurchase**

(i) Class of shares for repurchase	Common shares
(ii) Total number of shares for repurchase	63,400,000 shares (maximum) (0.89% of total number of shares issued (excluding treasury shares))
(iii) Total purchase amount for repurchase of shares	JPY38.5 billion (maximum)
(iv) Period of repurchase	July 1, 2025 until September 30, 2025
(v) Method of repurchase	Market purchase through the Tokyo Stock Exchange based on a discretionary trading contract (planned)

(Note) Depending on factors such as investment opportunities and market conditions, it is possible that no share repurchase, or a share repurchase of only a portion of the above, will be carried out.

(Reference) Status of treasury shares as of May 31, 2025

Total number of shares issued (excluding treasury shares)	7,155,614,993 shares
Number of treasury shares	613,329 shares

(2) Cancellation of Treasury Shares

(i) Class of shares to be cancelled	Common shares
(ii) Total number of shares to be cancelled	All of the shares repurchased pursuant to section (1) above
(iii) Scheduled date of cancellation	October 31, 2025

Disclaimer

This is an English translation of the original release in Japanese. This translation has been prepared and provided for the sole purpose of the reader's convenience. All readers are recommended to refer to the original version of the release for complete information.