

February 25, 2025

Company Name: Hokuhoku Financial Group, Inc.
Representative: Hiroshi Nakazawa, Representative Director, President
Head office address: 1-2-26 Tsutsumicho-dori, Toyama-city, Toyama
(Code number: 8377; Tokyo Stock Exchange Prime Market, Sapporo Securities Exchange)
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Notice Concerning the Decision on Matters Related to the Acquisition of All Preferred Shares with Acquisition Clause

(Acquisition of all preferred shares with acquisition clause pursuant to the provisions contained in the Articles of Incorporation established under Article 107, paragraph (2), No.3 of the Companies Act)

Hokuhoku Financial Group, Inc. (hereinafter referred to as “the Company”) hereby announces that the Meeting of the Board of Directors held on February 25, 2025 decided on matters related to the acquisition of all of preferred shares with acquisition clause (hereinafter referred to as “preferred shares”) pursuant to Article 107, paragraph (2), No.3, and Article 168 of the Companies Act, and Article 13 of the Company’s Articles of Incorporation.

1. Reason for acquisition of own shares (preferred shares)

Since acquiring a portion of the preferred shares in October 2019, the Company has steadily reduced the outstanding balance of preferred shares. Taking into consideration the current favorable performance of the Company and the accumulation of consolidated retained earnings, the Company has decided to acquire all the outstanding preferred shares excluding own shares.

Based on the belief that “activities rooted in the local community are the starting point”, we will continue to contribute to the sustainable development of the region by solving issues surrounding local communities and customers.

We would like to ask our shareholders and local community for your continued support and patronage.

2. Details of the acquisition of own shares (preferred shares)

(1) Type of shares to be acquired	1st series Type 5 preferred shares
(2) Total number of shares to be acquired	42,971,936 shares (Percentage of total number of issued 1st series Type 5 preferred shares 79.98%) (Percentage of the total number above excluding own shares 100.00%)
(3) Details of the acquisition price of shares	Money
(4) Acquisition price per share	500 yen
(5) Total acquisition cost of shares	21,485,968,000 yen
(6) Expected acquisition date	April 1, 2025 (Tuesday)

3. Impact on capital adequacy ratio

This matter is expected to result in a decrease of approximately 0.4% in our consolidated capital adequacy ratio (9.31% as of the end of December 31, 2024).

Note:

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