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August 25, 2026

Company name: The Awa Bank, Ltd.
Representative: Takehisa Fukunaga
President and Director
(Securities code: 8388; Tokyo Stock Exchange Prime Market)
Inquiries: Akira Toyota, Director and General Manager of Business Management Division
(Telephone: +81-88-623-3131)

Notice Concerning Stock Split and Partial Amendments to Articles of Incorporation, Changes to Shareholder Benefit Program, and Revision of Dividend Forecasts in Connection with Stock Split

The Awa Bank, Ltd. (the "Bank") hereby announces that it has resolved, at a meeting of the Board of Directors held on August 25, 2026, to conduct a stock split, and to make a partial amendment to the Articles of Incorporation, changes to the shareholder benefit program, and revisions to its dividend forecasts, in connection with the stock split, as described below.

1. Stock split

(1) Purpose

The purpose of the stock split is to lower the investment unit price of the Bank's shares, provide an investment environment that is more accessible for our shareholders and investors, and thereby enhance the liquidity of its shares and further expand the investor base.

(2) Overview

(i) Method

With Wednesday, September 30, 2026 as the record date, the Bank will conduct a stock split at a ratio of five shares for each share of common stock held by shareholders listed or recorded in the final shareholder registry of the day.

There will be no change in the amount of share capital as a result of this stock split.

(ii) Number of shares to be increased by the stock split

Total number of issued shares before the stock split	40,000,000 shares
Number of shares to be increased by the stock split	160,000,000 shares
Total number of issued shares after the stock split	200,000,000 shares
Total number of shares authorized to be issued after the stock split	500,000,000 shares

(iii) Timetable

Date of public notice of the record date (Scheduled)	Friday, September 11, 2026
Record date	Wednesday, September 30, 2026
Effective date	Thursday, October 1, 2026

2. Partial amendment to the Articles of Incorporation

(1) Reason for the amendment

In connection with the stock split, the Bank will change the total number of authorized shares as set forth in Article 6 of its Articles of Incorporation to match the split ratio, with Thursday, October 1, 2026 as the effective date, by a resolution of the Board of Directors pursuant to Article 184, paragraph (2) of the Companies Act.

(2) Details of the amendment

(Underlined portions indicate the proposed amendment)

Current Articles of Incorporation	After amendment
(Total Number of Authorized Shares) Article 6 The total number of shares authorized to be issued by the Bank shall be 100,000,000.	(Total Number of Authorized Shares) Article 6 The total number of shares authorized to be issued by the Bank shall be 500,000,000.

(3) Schedule of the amendment

Date of resolution at the meeting of the Board of Directors	Tuesday, August 25, 2026
Effective date	Thursday, October 1, 2026

3. Changes to the shareholder benefit program

(1) Reason for the changes

The Bank has a shareholder benefit program in place to express its gratitude to its shareholders for their continued support, as well as to help vitalize the regional economy and make the Bank’s shares a more attractive investment by offering shareholder benefits.

In connection with this stock split, the number of shares held by a shareholder to qualify for the shareholder benefit program will be changed in proportion to the split ratio, and the benefits offered to shareholders holding fewer than 1,000 shares after the stock split will also be changed.

(2) Timing of the changes

The changes will be applied starting with the shareholder benefits to be provided to shareholders listed in the shareholder registry of the Bank as of March 31, 2027.

(3) Details of the changes

[Benefit under current program (as of March 31, 2026)]

(Underlined portions indicate proposed amendments)

No. of shares held	Benefit
100 shares or more, less than 200 shares	Natural indigo dye product as a specialty product of Tokushima Prefecture
200 shares or more, less than 1,000 shares	Gift from exclusive catalog featuring local specialty products and other items (worth ¥5,000)
1,000 shares or more	Gift from exclusive catalog featuring local specialty products and other items (worth ¥10,000)

[Benefit under revised program (as of March 31, 2027)]

(Underlined portions indicate proposed amendments)

No. of shares held	Benefit
100 shares or more, less than <u>500</u> shares	<u>Gift from exclusive online catalog (worth ¥ 1,000)</u>
<u>500</u> shares or more, less than <u>1,000</u> shares	<u>Gift from exclusive online catalog (worth ¥ 2,000)</u>
<u>1,000</u> shares or more, less than <u>5,000</u> shares	Gift from exclusive catalog featuring local specialty products and other items (worth ¥5,000)
<u>5,000</u> shares or more	Gift from exclusive catalog featuring local specialty products and other items (worth ¥10,000)

4. Revision to dividend forecasts

In connection with the stock split, the Bank's dividend per share (forecasts) for the fiscal year ending March 31, 2027, previously announced on May 15, 2026, are updated as follows. Since the effective date of the stock split is October 1, 2026, no change has been made to the interim dividend (forecast), which has a record date of September 30, 2026.

While the year-end dividend (forecast) is being revised as a result of the stock split, the real value of dividend will remain unchanged from the previous forecast.

	Dividend per share		
Record date	Interim (Second quarter-end)	Fiscal year-end	Annual
Previous forecast Fiscal year ending March 31, 2027 (forecast) (Announced May 15, 2026)	¥100.00	¥90.00	¥190.00
Revised forecast Fiscal year ending March 31, 2027 (forecast) [On a pre-split basis]	¥100.00 (*1)	¥18.00 (*2) [¥90.00]	—(*3) [¥190.00]
Actual results for the previous fiscal year (Fiscal year ended March 31, 2026)	¥60.00	¥82.50	¥142.50

Breakdown of the year-end dividend for fiscal year ended March 31, 2026:

Ordinary dividend: 72.50 yen; 130th anniversary commemorative dividend: 10.00 yen

Breakdown of the interim dividend (forecast) for fiscal year ending March 31, 2027:

Ordinary dividend: 90.00 yen; 130th anniversary commemorative dividend: 10.00 yen

Breakdown of the year-end dividend (forecast) for fiscal year ending March 31, 2027:

Ordinary dividend: 18.00 yen [on a pre-split basis: 90.00 yen]

*1: The interim dividend, with September 30, 2026 as the record date, will be paid based on the number of shares prior to the stock split.

*2: The year-end dividend, with March 31, 2027 as the record date, will be paid based on the number of shares following the stock split.

*3: The annual dividend (forecast) is shown as "—" in the table above, as a simple aggregation of the figures would not be meaningful due to the stock split.

End

[For Your Reference] Frequently Asked Questions Regarding the Stock Split

Q1. What is the purpose of the stock split?

A1. The purpose of the stock split is to lower the investment unit price of the Bank's shares, provide an investment environment that is more accessible for our shareholders and investors, and thereby enhance the liquidity of its shares and further expand the investor base.

(Example) If a share price was 9,000 yen before the stock split and is now 1,800 yen after the five-to-one split:

- The minimum investment amount before the stock split: 9,000 yen × 100 shares= 900,000 yen
- The minimum investment amount after the stock split: 1,800 yen × 100 shares= 180,000 yen

Q2. Will the stock split affect the asset value of my holdings?

A2. The Bank's assets or share capital will remain unchanged before and after the stock split. Accordingly, the split will not affect the asset value of the Bank's stock held by shareholders. While the number of shares held will increase fivefold, net asset value per share will become one-fifth of the pre-split value.

Q3. Will the amount of dividends I receive change?

A3. The amount of dividends a shareholder receives will remain unchanged before and after the stock split. While the number of shares a shareholder holds will increase fivefold, the annual dividend per share will become one-fifth of the pre-split amount.

(Example) A shareholder holds 100 shares and receives an annual dividend of 190 yen per share before the split and 38 yen after the split:

- The amount of dividends received before the stock split: 100 shares × 190 yen = 19,000 yen
- The amount of dividends received after the stock split: 500 shares × 38 yen = 19,000 yen

Q4. Are shareholders required to complete any procedures?

A4. There are no special procedures shareholders are required to complete.

Q5. Will there be a suspension period for share trading?

A5. There will be no trading suspension period. However, due to the number of days required for book-entry transfers of shares following a trade, transactions based on the current share price and number of shares held will be available only through September 28, 2026.

Starting September 29, 2026, trading will be conducted based on the post-split share price and number of shares held, and the settlement of such shares will take place on or after the effective date, October 1, 2026.

[Inquiries regarding the stock split]

If you have any questions regarding the stock split, please contact the shareholder registry administrator (account management institution for special accounts) listed below.

Stock Transfer Agency Business Planning Dept., Sumitomo Mitsui Trust Bank, Limited
2-8-4 Izumi, Suginami-ku, Tokyo 168-0063, Japan
Telephone: 0120-782-031 (Toll-free within Japan)
Hours: 9:00–17:00 (Excluding Saturdays, Sundays, and public holidays)