Press Release

Date: July 7, 2026

Company Name: THE TOWA BANK, LTD.
(Code: 8558, TSE Prime)
Representative: Isao. Kitazume, Representative Director and President
Contact: Makoto Katogi, Executive Officer, General Planning Department
(+81-27-230-1500)

Disclosure Regarding Potential Inability or Delay in Collection of Claims

The Towa Bank, Ltd. hereby announces that, as a result of Zen To Shin Co., Ltd. filing for bankruptcy and receiving a decision to commence bankruptcy proceedings at the Osaka District Court on July 6, 2026, there is a possibility that claims against the said company may become uncollectible or experience collection delays. Details are as follows.

1. Overview of the Transaction Partner

- **Company Name:** Zen To Shin Co., Ltd.
- **Address:** 14-14 Shimonouchi 1-chome, Chuo-ku, Osaka-shi, Osaka-fu, To Shin Building
- **Representative:** Manho Takayama, Representative Director
- **Capital:** 4,500 million yen
- **Business:** Billing administration for credit card sales and advance payment of proceeds

2. Type and Amount of Claims Against the Transaction Partner

- **Outstanding Loan Amount:** 8,000 million yen (8.83% of consolidated net assets as of March 2026)

3. Future Outlook

- Regarding the 8,000 million yen in claims, 5,886 million yen that is not secured by collateral or provisions will be fully provisioned in the fiscal year ending March 2027.
- The full-year performance forecast for the fiscal year ending March 2027 is currently under review. Should any revisions become necessary, we will inform you promptly.