



January 16, 2024

To whom it may concern,

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

Notice Concerning the Acquisition of Z Holdings Corporation
2021 First Stock Acquisition Rights

As described below, LY Corporation (hereinafter, the “Company”) has acquired all of the remaining Z Holdings Corporation 2021 First Stock Acquisition Rights issued on January 14, 2022 (hereinafter, “ Stock Acquisition Rights”) that were outstanding as of the final day of the period for the exercise thereof (January 16, 2024) in accordance with the issuance guidelines of the Stock Acquisition Rights.

Further, all said Stock Acquisition Rights shall be extinguished upon the expiration of the exercise period in accordance with the provisions of Article 287 of the Companies Act.

1. Details of Stock Acquisition Rights Acquired

(1) Name of Stock Acquisition Rights Acquired	Z Holdings Corporation 2021 First Stock Acquisition Rights
(2) No. of Stock Acquisition Rights Acquired	103,000 (1,000 Shares per Stock Option)
(3) Acquisition Price	JPY221,450,000 in Total (JPY2,150 per Stock Option)
(4) Date of Acquisition	January 16, 2024

2. Reason for Acquisition

The Company had issued the Stock Acquisition Rights with the aim of securing funds as part of efforts to meet the listing requirements of the Prime Market of the Tokyo Stock Exchange by means of improving its tradeable share ratio while bolstering its overall financial base. However, as the share price of the Company’s stock remained below the exercise price of the Stock Acquisition Rights following the issuance thereof, said Stock Acquisition Rights were not exercised prior to the final day of the exercise period: January 16, 2024. As such, in accordance with the issuance guidelines of the Stock Acquisition Rights, the Company acquired the Stock Acquisition Rights at the same price as the issuance price upon the expiration of the exercise period.

Further, all said Stock Acquisition Rights shall be extinguished upon the expiration of the exercise period in accordance with the provisions of Article 287 of the Companies Act.

3. Future Outlook

The acquisition and extinguishment of the Stock Acquisition Rights is expected to have a negligible impact on the Company’s business performance in the fiscal year ending March 31, 2024.

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.