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For Immediate Release

Company E-Guardian Inc.  
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(Code: 6050,  
Prime Market of the Tokyo Stock Exchange)  
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**Announcement of the Disposal of our Treasury Stocks  
due to the Continuation of our Equity Compensation Plan**

At the meeting of the Board of Directors held today, the Company (or simply, “we”) has resolved to dispose of our treasury stocks for the purpose of equity compensation for our Directors (hereinafter "Treasury Stock Disposal"). The details are as follows:

**Details**

1. Outline of the Disposal

(1) Disposal date	August 29, 2025 (Friday)
(2) Type and number of stocks for the disposal	47,300 common stocks
(3) Disposal value	2,033 yen per stock
(4) Total disposal amount	96,160,900 yen
(5) Party for the disposal	Sumitomo Mitsui Trust Bank, Limited (trust account) (Re-trustee: Custody Bank of Japan, Ltd. (trust account))
(6) Other	The Company has submitted an extraordinary report under the Financial Instruments and Exchange Act regarding the Treasury Stock Disposal.

2. Purpose and reason of the disposal

The Company adopted the Equity Compensation Plan (hereinafter referred to as the "Plan") in order to raise the motivation of the Directors (excluding Outside Directors and Directors serving on the Audit and Supervisory Committee, the same applies hereunder) to contribute to the improvement of our medium to long term performance and increase the corporate value by having a clear link between the remuneration of them and our stock value and having our Directors to share with stockholders not only the benefits of the increase in stock value but also the risks arising therefrom. This Plan was approved at the 18th Ordinary General Meeting of Stockholders held on December 18, 2015, and its partial change and continuation were approved at the 21st Ordinary General Meeting of Stockholders held on December 20, 2018 and the 24th Ordinary General Meeting of Stockholders held on December 22, 2021.

For a summary of the Plan, please refer to the "Announcement of Partial Change in Equity Compensation Plan and the Continuity thereof" dated November 11, 2021.

The disposal of treasury shares will be made to Sumitomo Mitsui Trust Bank, Limited (Trust Account) (sub-trustee: Custody Bank of Japan, Ltd. (Trust Account)), the trustee of the trust established for the introduction of the Scheme (hereinafter referred to as the "Trust").

The disposal volume is equivalent to the number of stocks expected to be delivered to the Directors after taking into account the position and composition of the Directors during the extended trust period in accordance with the Stock Delivery Rule that we had established upon the introduction of the Plan. The scale of the dilution will be 0.40% (0.40% of the total number of voting rights of 116,969 as of March 31, 2025, rounded to the nearest third decimal place), compared with the total number of stocks issued and outstanding of 11,933,516 as of March 31, 2025.

We believe that the Plan clarifies the link between the compensation of the Directors and our stock value, and leads to an increase in our corporate value over the medium to long term. Accordingly, we believe that the volume of the Treasury Stock Disposal and the scale of dilution are reasonable and that the impact on the secondary market will be minimal.

(Reference) Outline of the Trust Agreement pertaining to the Trust

Trustor	the Company
Trustee	Sumitomo Mitsui Trust Bank, Limited. (Re-trustee: Custody Bank of Japan, Ltd.)
Beneficiary	Directors who meet the requirements for the beneficiaries
Trust administrator	Third parties independent of us and our executive officers
Exercising voting right	No voting rights shall be exercised with respect to our stocks in the Trust throughout the term of the Trust.
Type of Trust	Money trusts other than money trusts (third-party benefit trusts)
Trust Agreement Date	February 16, 2016
Term of Trust	February 16, 2016 to March 31, 2028 (planned)
Purpose of the Trust	Delivery of our stocks to the beneficiaries in accordance with the Stock Delivery Rule

3. Basis for the calculation of the disposal value and its details

In view of the recent stock price trends, the disposal price was set at ¥96,160,900, or the closing price on the Tokyo Stock Exchange on August 12, 2025 (the business day immediately prior to the resolution date of the Board of Directors). The reason is because the closing price on the business day immediately before the resolution date of the Board of Directors is the most recent market value and we deem it to be highly objective and reasonable as the basis for the calculation.

End