

[Translation]
October 31, 2026

To whom it may concern:

Company name: HIKARI TSUSHIN, INC.
Name of representative: Hideaki Wada
President, Representative
Director and COO
(Securities code 9435; Tokyo
Stock Exchange Prime Market)
Inquiries: Investor Relations and Public
Relations Department
(Tel: +81-03-5951-3718)

**Notice Regarding Result of Tender Offer by K891, Inc.,
Which is a Subsidiary as of the Date of Commencement of the Tender Offer,
for Share Certificates, Etc. of Leopalace21 Corporation (Securities Code 8848)
and a Change in a Subsidiary (Change to an Affiliated Company)**

K891, Inc. (the “**Tender Offeror**”), a subsidiary of HIKARI TSUSHIN, INC. (the “**Company**”), decided on September 14, 2026 to conduct, and since September 15, 2026 has conducted, a tender offer for the common shares and the stock acquisition rights of Leopalace21 Corporation (a company listed on the Prime Market of the Tokyo Stock Exchange, Inc. with securities code 8848; that tender offer, the “**Tender Offer**”) under the Financial Instruments and Exchange Act (Act No. 25 of 1948, as amended; the “**Act**”). The Tender Offer was completed on October 30, 2026, and the Company hereby announces the results thereof.

As of today, the Tender Offeror is a subsidiary of the Company; however, in light of the results of the Tender Offer, it is expected that K892, Inc., the parent company of the Tender Offeror, will receive a contribution by third-party allotment from an investment fund to which MBK Partners or its associated companies provide services and from an investment fund operated by OHANAPANA Inc., a wholly-owned subsidiary of NEC Capital Solutions Limited. Therefore, the Company also hereby announces that, by the commencement date of the settlement of the Tender Offer, the Tender Offeror will no longer be a subsidiary of the Company and will be an associated company of the Company that constitutes an other affiliated company of the Company.

For details, please refer to the “Notice Regarding Result of Tender Offer for Share Certificates, Etc. of Leopalace21 Corporation (Securities Code 8848) by K891, Inc., Which is Scheduled to Be Jointly Operated by HIKARI TSUSHIN, INC., an Investment Fund of MBK Partners, and an Investment Fund of NEC Capital Solutions Limited” (as attached) announced by the Tender Offeror.

For an overview of the joint investment in Leopalace21 Corporation, please refer to the attached appendix, “Joint Investment in Leopalace21 Corporation.”

Outline of the Tender Offeror

Company Name	K891, Inc.
Location	1-4-10 Nishi-Ikebukuro, Toshima-ku, Tokyo

Title and name of representative	Ryo Shibata, President and Representative Director
Type of business	Acquisition, holding, disposal, etc. of shares
Stated capital	1 million yen (as of October 31, 2026)

End

Joint Investment in Leopalace21 Corporation

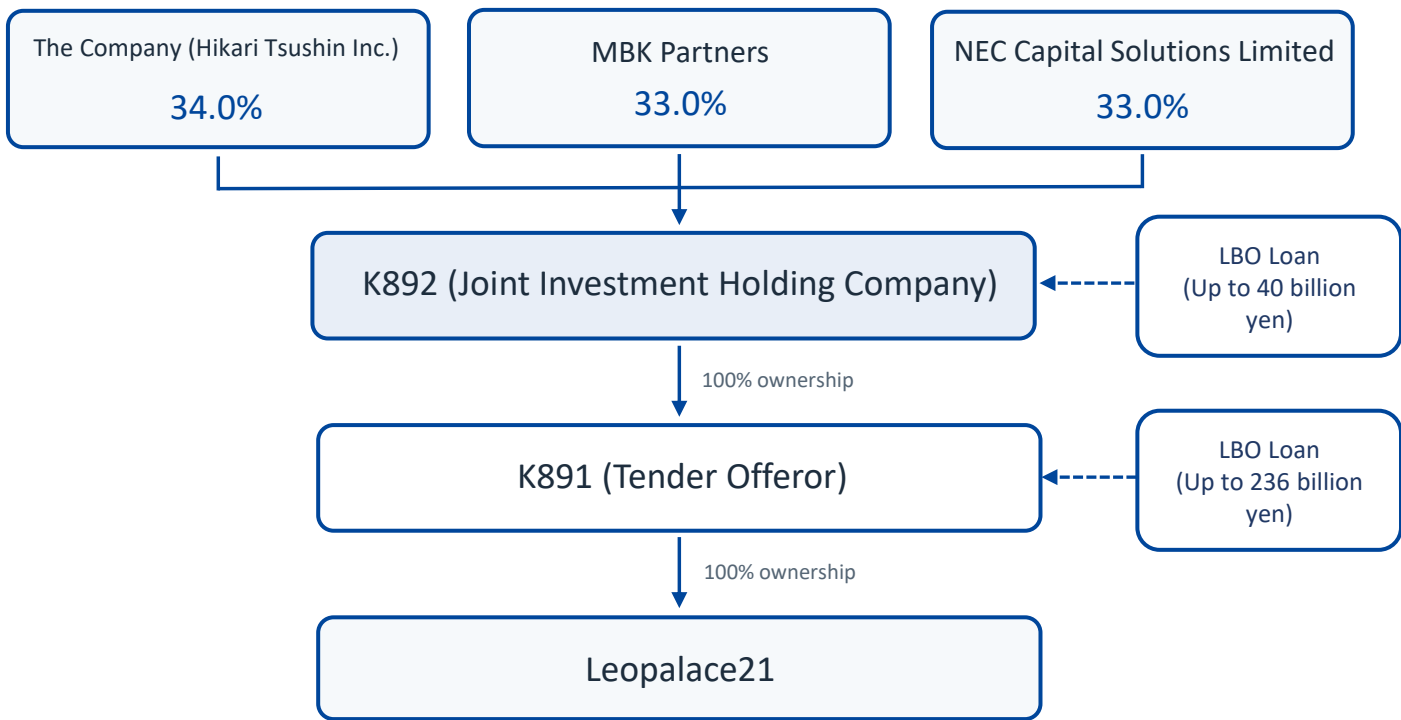
This transaction consists of a joint investment by the Company, an investment fund affiliated with MBK Partners, and an investment fund affiliated with NEC Capital Solutions Limited. As a result of the transaction, Leopalace21 will become an equity-method affiliate of the Company but is not expected to become a consolidated subsidiary.

1. Overview of the transaction and joint investment structure

Following the conclusion of the tender offer by K891, Inc., Leopalace21 will become a wholly owned subsidiary of K891, Inc. However, by the commencement date of settlement, the Company will make Leopalace21 an equity-method affiliate through a joint investment in K892 Inc., the wholly owning parent company of K891, Inc.

Together with its co-investors, the Company intends to enhance the corporate value of Leopalace21 through a range of initiatives, including strengthening its business alliance with Leopalace21. The Company also aims to translate these efforts into an increase in its own corporate value.

Capital Structure Following the Transaction (Planned)



* The voting rights percentages are the planned figures following the joint investment in K892. MBK Partners and NEC Capital Solutions Limited will invest through their respective investment funds.

2. Impact on the Company's Consolidated Financial Statements (Expected Following the Transition to the Joint Investment Structure)

Scope of Consolidation	Leopalace21 will be recognized as an equity-method affiliate of the Company.
Consolidated Balance Sheet	The assets and liabilities of Leopalace21, K891, and K892 will not be consolidated on a line-by-line basis in the Company's consolidated balance sheet. Accordingly, the interest-bearing debt associated with this transaction will not be included in the liabilities on the Company's consolidated balance sheet.
Consolidated Statement of Profit and Loss	Leopalace21's revenue and operating profit will not be included in the Company's consolidated statement of profit or loss. Instead, the Company will recognize its share of profit or loss from K892 under the equity method.

* The above plans and expectations are based on information disclosed to date and are subject to change. The actual accounting treatment may differ. We will promptly announce any material changes.

October 31, 2026

To whom it may concern:

Company name: K891, Inc.
Name of representative: Ryo Shibata
Representative Director
(Tel: +81-03-5951-3718)

**Notice Regarding Result of Tender Offer for Share Certificates, Etc.
of Leopalace21 Corporation (Securities Code 8848)
by K891, Inc., Which is Scheduled to Be Jointly Operated by
HIKARI TSUSHIN, INC., an Investment Fund of MBK Partners,
and an Investment Fund of NEC Capital Solutions Limited**

K891, Inc. (the “**Tender Offeror**”) decided on September 14, 2026 to conduct, and since September 15, 2026 has conducted, a tender offer for the common shares of Leopalace21 Corporation (a company listed on the Prime Market of the Tokyo Stock Exchange, Inc. (the “**TSE**”) with securities code 8848; hereinafter the “**Target Company**”; those common shares, the “**Target Company Shares**”) and the Stock Acquisition Rights (as defined in “(B) Stock Acquisition Rights” in “(3) Class of Share Certificates, Etc. for the Tender Offer” in “1. Outline of the Tender Offer” below; the Target Company Shares and the Stock Acquisition Rights are hereinafter collectively referred to as the “**Share Certificates, Etc.**”; that tender offer, the “**Tender Offer**”) under the Financial Instruments and Exchange Act (Act No. 25 of 1948, as amended; the “**Act**”). The Tender Offeror hereby announces as follows that the Tender Offer was completed on October 30 2026.

1. Outline of the Tender Offer

- (1) Name and Address of the Tender Offeror
K891, Inc.
1-4-10 Nishi-Ikebukuro, Toshima-ku, Tokyo
- (2) Name of the Target Company
Leopalace21 Corporation
- (3) Class of Share Certificates, Etc. for the Tender Offer
 - (A) Common stock
 - (B) Stock acquisition rights
 - (i) 2nd series stock acquisition rights (stock-compensation-type stock option) issued pursuant to the resolution of the board of directors of the Target Company adopted on July 28, 2016 (the “**2nd Series Stock Acquisition Rights**”) (the exercise period is from August 19, 2016 to August 18, 2046)
 - (ii) 3rd series stock acquisition rights (stock-compensation-type stock option) issued pursuant to the resolution of the board of directors of the Target Company adopted on August 28, 2017 (the “**3rd Series Stock Acquisition**”

- Rights**”) (the exercise period is from September 15, 2017 to September 14, 2047)
- (iii) 4th series stock acquisition rights (stock-compensation-type stock option) issued pursuant to the resolution of the board of directors of the Target Company adopted on August 28, 2018 (the “**4th Series Stock Acquisition Rights**”) (the exercise period is from September 15, 2018 to September 14, 2048)
- (iv) 6th series stock acquisition right (stock-compensation-type stock option) issued pursuant to the resolution of the board of directors of the Target Company adopted on July 30, 2024 (the “**6th Series Stock Acquisition Rights**” (the exercise period is from August 20, 2024 to August 19, 2054)); the 2nd Series Stock Acquisition Rights, the 3rd Series Stock Acquisition Rights, the 4th Series Stock Acquisition Rights, and the 6th Series Stock Acquisition Rights, collectively, the “**Stock Acquisition Rights**”)

(4) Number of Share Certificates, Etc. to Be Purchased

Number of Share Certificates, Etc. to be purchased	Minimum number of Share Certificates, Etc. to be purchased	Maximum number of Share Certificates, Etc. to be purchased
267,668,014 shares	158,716,000 shares	– shares

Note 1: If the total number of Share Certificates, Etc. tendered in the Tender Offer (the “**Tendered Share Certificates, Etc.**”) is less than the minimum number of Share Certificates, Etc. to be purchased (158,716,000 shares), the Tender Offeror will not purchase any of the Tendered Share Certificates, Etc. If the total number of the Tendered Share Certificates, Etc. is equal to or greater than the minimum number of Share Certificates, Etc. to be purchased (158,716,000 shares), the Tender Offeror will purchase all of the Tendered Share Certificates, Etc.

Note 2: Because the Tender Offeror has not set a maximum number of Share Certificates, Etc. to be purchased in the Tender Offer, the number of Share Certificates, Etc. to be purchased shown above represents the maximum number of Target Company Shares eligible for purchase by the Tender Offeror in the Tender Offer (267,668,014 shares). This maximum number is obtained by subtracting (i) the number of Target Company Shares held as of today by the Shareholders Planning Not to Tender (Note 3) (59,188,200 shares) from (ii) the number of shares (326,856,214 shares; the “**Reference Number of Shares**”) obtained by subtracting the number of treasury shares held by the Target Company as of March 31, 2026 (7,610,264 shares; however, this does not include the Target Company Shares held as of that date (9,101,800 shares) by Custody Bank of Japan, Ltd. (Trust Account) under the share delivery trust for the Target Company’s officers and the share delivery trust for the Target Company’s employees; the same applies hereinafter to references to the number of treasury shares held by the Target Company) from the sum (334,466,478 shares) of (a) the total number of issued shares of the Target Company as of March 31, 2026 (334,415,678 shares), as stated in the Target Company’s 53rd annual

securities report dated June 19, 2026 (the “**Target Company’s Annual Securities Report**”), and (b) the number of Target Company Shares (50,800 shares) represented by the Stock Acquisition Rights reported by the Target Company to be remaining and exercisable as of March 31, 2026 (comprising 82 units of the 2nd Series Stock Acquisition Rights, 72 units of the 3rd Series Stock Acquisition Rights, 72 units of the 4th Series Stock Acquisition Rights, and 282 units of the 6th Series Stock Acquisition Rights).

- Note 3: “**Shareholders Planning Not to Tender**” collectively means the following: UH Partners 2 Investment Limited Partnership, which is the largest shareholder of the Target Company as of March 31, 2026 (number of shares owned: 50,581,700 shares; ownership ratio: 15.48%); HIKARI TSUSHIN K.K, which is a shareholder of the Target Company (number of shares owned: 4,664,600 shares; ownership ratio: 1.43%); and Hikari Tsushin KK Investment Limited Partnership, which is also a shareholder of the Target Company (number of shares owned: 3,941,900 shares; ownership ratio: 1.21%).
- Note 4: The Tender Offeror does not intend to acquire the treasury shares held by the Target Company through the Tender Offer.
- Note 5: Shares less than one unit are also subject to the Tender Offer. If a right to demand the purchase of shares less than one unit is exercised by a shareholder in accordance with the Companies Act (Act No. 86 of 2005, as amended), the Target Company might purchase its own shares during the period of the Tender Offer (the “**Tender Offer Period**”) in accordance with procedures under laws and regulations.
- Note 6: Although it is possible that the Stock Acquisition Rights will be exercised by the last day of the period of the Tender Offer, the Target Company Shares issued or delivered as a result of that exercise are also subject to the Tender Offer.

- (5) Period of the Tender Offer
- (A) Period of the Tender Offer
From September 15, 2026 (Tuesday) to October 30, 2026 (Friday) (30 business days)
- (B) Possibility of extension by request of the Target Company
N/A
- (6) Purchase Price, etc.
- (A) 1,000 yen per share of common stock
- (B) Stock acquisition rights
- (i) 99,900 yen for each unit of the 2nd Series Stock Acquisition Rights
 - (ii) 99,900 yen for each unit of the 3rd Series Stock Acquisition Rights
 - (iii) 99,900 yen for each unit of the 4th Series Stock Acquisition Rights
 - (iv) 99,900 yen for each unit of the 6th Series Stock Acquisition Rights

2. Results of the Tender Offer

- (1) Outcome of the Tender Offer

The Tender Offer was subject to the condition that, if the total number of Share Certificates, Etc. tendered in the Tender Offer was less than the minimum number of Share Certificates, Etc. to be purchased (158,716,000 shares), then the Tender Offeror would not purchase any of the Tendered Share Certificates, Etc. However, as the total number of Tendered Share Certificates, Etc. (207,044,870 shares) was equal to or greater than the minimum number of Share Certificates, Etc. to be purchased (158,716,000 shares), the Tender Offeror will purchase all of the Tendered Share Certificates, Etc., as described in the public notice for commencement of the Tender Offer and the Tender Offer Registration Statement.

(2) Date of Public Notice of Result of the Tender Offer, and Name of Newspaper in Which the Public Notice is Published

Pursuant to the provisions of Article 27-13, paragraph (1) of the Act, on October 31, 2026, at the TSE, the Tender Offeror announced to the press the result of the Tender Offer in the manner set out in Article 9-4 of the Financial Instruments and Exchange Act Enforcement Order (Cabinet Order No. 321 of 1965, as amended; and Article 30-2 of the Cabinet Ordinance with Respect to Disclosure of a Tender Offer for Share Certificates, Etc. by an Offeror Other than the Issuing Company (Ministry of Finance Ordinance No. 38 of 1990, as amended, the “**Cabinet Ordinance**”).

(3) Number of Share Certificates, Etc. to Be Purchased

Class of Share Certificates, Etc.	(i) Number of tendered shares on a number-of-shares basis	(ii) Number of purchased shares on a number-of-shares basis
Share certificates	206,999,370 shares	206,999,370 shares
Certificate of stock acquisition rights	45,500 shares	45,500 shares
Certificate of bond with stock acquisition rights	- shares	- shares
Trust beneficiary certificate for Share Certificates, Etc. ()	- shares	- shares
Depository receipt for Share Certificates, Etc. ()	- shares	- shares
Total	207,044,870 shares	207,044,870 shares
(Total number of potential Share Certificates, Etc.)	(45,500 shares)	(45,500 shares)

(4) Ownership Ratio of Share Certificates, Etc. After the Tender Offer

Number of voting rights represented by the Share Certificates, Etc. held by the Tender Offeror before the Tender Offer	- voting rights	(Ownership ratio of Share Certificates, Etc. before the Tender Offer: -%)
Number of voting rights represented by the Share Certificates, Etc. held by specially related parties before the Tender Offer	591,882 voting rights	(Ownership ratio of Share Certificates, Etc. before the Tender Offer: 18.11%)
Number of voting rights represented by the Share Certificates, Etc. held by the Tender Offeror after the Tender Offer	2,070,448 voting rights	(Ownership ratio of Share Certificates, Etc. after the Tender Offer: 63.34%)
Number of voting rights represented by the Share Certificates, Etc. held by specially related parties after the Tender Offer	591,882 voting rights	(Ownership ratio of Share Certificates, Etc. after the Tender Offer: 18.11%)
Total number of voting rights of all shareholders, etc. of the Target Company	3,267,807 voting rights	

Note 1: “Number of voting rights represented by the Share Certificates, Etc. held by specially related parties before the Tender Offer” and “Number of voting rights represented by the Share Certificates, Etc. held by specially related parties after the Tender Offer” state the total number of voting rights represented by Share Certificates, Etc. held by each specially related party (except for persons excluded from specially related parties under Article 3(2)(i) of the Cabinet Ordinance for the purpose of calculating the ownership ratio of Share Certificates, Etc. under each item of Article 27-2(1)).

Note 2: “Total number of voting rights of all shareholders, etc. of the Target Company” is the number of voting rights of all shareholders, etc. of the Target Company as of March 31, 2026 stated in the Target Company’s Annual Securities Report (based on the number of shares per unit being 100 shares). However, since the shares less than one unit (excluding the treasury shares held by the Target Company) and the Target Company Shares that will possibly be issued or delivered as a result of exercise of the Stock Acquisition Rights are subject to the Tender Offer, when calculating “Ownership ratio of Share Certificates, Etc. before the Tender Offer” and “Ownership ratio of Share Certificates, Etc. after the Tender Offer,” the number of voting rights (3,268,562 voting rights) represented by the Reference Number of Shares (326,856,214 shares) is used as the denominator.

Note 3: “Ownership ratio of Share Certificates, Etc. before the Tender Offer” and “Ownership ratio of Share Certificates, Etc. after the Tender Offer” have been rounded to two decimal places.

(5) Calculation in the case of the Tender Offer on a Pro Rata Basis

N/A

(6) Method of Settlement

(A) Name and address of head office of securities company or bank, etc. in charge of settlement of tender offer

SBI SECURITIES Co., Ltd. 1-6-1 Roppongi, Minato-ku, Tokyo

(B) Commencement date of settlement

November 9, 2026 (Monday)

(C) Method of settlement

A notice regarding the purchase under the Tender Offer will be mailed to the address or location of shareholders who tender their shares in the Tender Offer (“**Tendering Shareholders, Etc.**”) (or the standing proxy in the case of shareholders residing in foreign countries (including corporate shareholders, etc.; “**Foreign Shareholders**”)) without delay after the expiration of the Tender Offer Period.

The purchase will be settled in cash. The tender offer agent will remit the sales proceeds of the Share Certificates, Etc. purchased to the address designated by the Tendering Shareholders, Etc. (or the standing proxy in the case of Foreign Shareholders) in accordance with the instructions given by the Tendering Shareholders, Etc. (or the standing proxy in the case of Foreign Shareholders) without delay after the commencement date of the settlement.

3. Policies after the Tender Offer and Future Prospects

There is no change from the details provided in the “Notice Regarding Commencement of Tender Offer for Share Certificates, Etc. of Leoplace21 Corporation (Securities Code 8848) by K891, Inc., Which is Scheduled to Be Jointly Operated by HIKARI TSUSHIN INC., an Investment Fund of MBK Partners., and an Investment Fund of NEC Capital Solutions Limited” announced by the Tender Offeror on September 14, 2026.

As a result of the Tender Offer, the Tender Offeror intends to conduct a series of procedures to make the Tender Offeror and HIKARI TSUSHIN INVESTMENTS OKINAWA Co., Ltd. the only shareholders of the Target Company. The Target Company Shares are currently listed on the Prime Market of the TSE as of today. However, if such procedures are carried out, the Target Company Shares will be delisted through the prescribed procedures in accordance with the delisting criteria of the TSE. After delisting, the Target Company Shares will not be tradable on the Prime Market of the TSE. For future procedures, the Target Company will promptly announce them once the Tender Offeror has decided on them through consultation with the Target Company.

4. Location Where a Copy of the Tender Offer Report is Available for Public Inspection

K891, Inc.

1-4-10 Nishi-Ikebukuro, Toshima-ku, Tokyo

Tokyo Stock Exchange, Inc.

2-1, Nihonbashi Kabuto-cho, Chuo-ku, Tokyo

End

U.S. Regulations

The Tender Offer will not be conducted, directly or indirectly, in the United States or targeted at the United States using mail or any other means or methods of interstate or international commerce in the United States (including, but not limited to, telephone, telex, facsimile, email, and Internet communications), nor will it be conducted through the facilities of any securities exchange in the United States. No tender of share certificates, etc. in the Tender Offer shall be made using the methods or means described above or through the facilities listed above, or within the United States. Furthermore, the Tender Offer Registration Statement and related tender offer documents will not be sent or distributed within the United States, to the United States, or from within the United States by mail or any other means, and such sending or distribution is prohibited. No tender of share certificates, etc. in the Tender Offer that directly or indirectly violates the above restrictions shall be accepted.

Other Countries

Some countries or regions may impose restrictions on the announcement, issuance, or distribution of this document. In such cases, please take note of such restrictions and comply therewith. The announcement, issuance, or distribution of this document does not constitute a solicitation of an offer to sell or an offer to purchase share certificates, etc. related to the Tender Offer and shall be deemed to be a distribution of materials for informative purposes only.