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February 25, 2026

To Whom It May Concern

Company Name: Nippon Hume Corporation

Representative: Tomoyuki Masubuchi
President and Representative Director

(Securities Code: 5262; Tokyo Stock Exchange Prime Market)

Contact: Sunao Kato
Executive Officer, General Manager
of Administration Department
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Notice Regarding Disposal of Treasury Shares and Secondary Offering of Shares

Nippon Hume Corporation (the "Company") hereby announces that it has resolved, at a meeting of the Board of Directors held on February 25, 2026, the disposal of treasury shares and a secondary offering of shares. The details are described below.

Purpose of the Offering

Guided by our corporate philosophy, the Company is actively enhancing our investments in research and development, advancing our production and construction processes through the use of IoT and digital technologies, fostering business synergies through M&A and strategic partnerships, and optimizing our entire supply chain.

In light of the above, the primary purpose of this capital raising through the disposal of treasury shares is to secure standby funds for future M&A activities. The Company considers the proactive use of M&A to be a key management strategy for achieving sustainable growth and enhancing corporate value, particularly as the Company adapts to rapid changes in the business environment and increasing market complexity. Specifically, for our core foundation engineering business and our sewerage-related business—which are expected to see increased demand due to infrastructure aging countermeasures and urban redevelopment—the Company intends to strengthen our business scale, technological capabilities, and sales capabilities by forming alliances with leading companies both inside and outside the industry and by integrating new businesses. Moreover, in our growth area of precast products, the Company aims to achieve inorganic growth by expanding our product lineup, enhancing construction technologies and process management, and developing new markets.

In addition, the Company intends to secure funds to meet the financial requirements resulting from our recent acquisition of shares in Manac Co., Ltd. and to replenish temporarily reduced cash reserves caused by the tightening of legal regulations, including compliance with the Act on Ensuring the Properness of Subcontract Transactions. Furthermore, given recent societal changes and the increased risk of natural disasters, national resilience initiatives are being advanced at the government level. To respond promptly and effectively to these societal demands, the Company anticipates further growth in demand for our products. To facilitate agile business development and flexibly address a wide range of funding needs—including order expansion, participation in new projects, increased capital investment, and additional procurement of raw materials and components—the Company plans to use these funds as working capital to support stable and dynamic business operations.

Furthermore, the Company recognizes that strengthening our fundraising capability, as well as maintaining and enhancing our financial soundness, are essential for the Group's sustainable growth and the improvement of corporate value. The Company will continue to pursue prudent fund management and the efficient allocation of management resources, aiming to build a robust financial base capable of responding quickly and flexibly to future business expansion, proactive investments in new businesses, and unexpected changes in the market environment.

1. Disposal of treasury shares by way of Public Offering (the "Public Offering")

(1)	Class and Number of Shares to be Offered	4,347,900 shares of common stock of the Company
(2)	Method of Determination of Amount to be Paid	The amount to be paid will be determined on a certain date between Thursday, March 5, 2026 and Tuesday, March 10, 2026 (the "Pricing Date") in accordance with the method stated in Article 25 of the Regulations Concerning Underwriting, Etc., of Securities of the Japan Securities Dealers Association (the "JSDA").
(3)	Method of Offering	The offering will be a public offering. All of the shares shall be purchased for sale by the underwriters (the "Underwriters"). The disposal price of the public offering (offer price) shall be determined in accordance with the method stated in Article 25 of the Regulations Concerning Underwriting, Etc., of Securities of the JSDA, based on the provisional pricing terms calculated by multiplying the closing price of the common stock of the Company on the Tokyo Stock Exchange Inc. on the Pricing Date (or, if no closing price is quoted on the Pricing Date, the closing price of the immediately preceding day) by a factor between 0.90 and 1.00 (with any fraction less than one yen being rounded down to the nearest whole yen), and by taking into account market demand and other conditions.
(4)	Consideration for Underwriters	The Company will not pay any commissions for underwriting to the Underwriters. However, the aggregate amount of the difference between (i) the disposal price (offer price) and (ii) the amount to be paid to the Company by the Underwriters in the public offering shall constitute proceeds to the Underwriters.
(5)	Payment Date	The payment date shall be a day during the period from Thursday, March 12, 2026 to Monday, March 16, 2026 provided, however, that; (i) the payment date shall be Thursday, March 12, 2026 if the Pricing Date is Thursday, March 5, 2026 or Friday, March 6, 2026, (ii) the payment date shall be Friday, March 13, 2026 if the Pricing Date is Monday, March 9, 2026, and (iii) the payment date shall be Monday, March 16, 2026 if the Pricing Date is Tuesday, March 10, 2026.

(6) The amount to be paid, the disposal price (offer price) and any other matters necessary for the disposal of treasury shares by way of public offering will be approved at the discretion of Tomoyuki Masubuchi, President and Representative Director.

(7) The foregoing items are subject to the effectiveness of the securities registration statement filed under the Financial Instruments and Exchange Act of Japan.

2. Secondary Offering of Shares (the "Secondary Offering by way of Over-Allotment")

(1)	Class and Number of Shares to be Offered	652,100 shares of common stock of the Company The number of shares above is the maximum number of shares to be offered and may decrease or the secondary offering by way of over-allotment itself may be cancelled, depending on market demand and other conditions. The number of shares to be offered will be determined on the Pricing Date, after taking market demand and other conditions into consideration.
(2)	Seller	The Underwriter
(3)	Selling Price	Undetermined. (The selling price will be determined on the Pricing Date. Further, the selling price will be the same as the disposal price (offer price) in the public offering.)
(4)	Method of secondary Offering	After consideration of the market demand and other conditions for the public offering, the Underwriter will offer the shares of common stock of the Company, which will be borrowed from a shareholder of the Company.
(5)	Delivery Date	The delivery date shall be the same as the public offering.

(6) The selling price and any other matters necessary for the secondary offering by way of over-allotment will be approved at the discretion of Tomoyuki Masubuchi, President and Representative Director.

(7) The foregoing items are subject to the effectiveness of the securities registration statement filed under the Financial Instruments and Exchange Act of Japan.

3. Disposal of treasury shares by way of Third-Party Allotment (the "Third-Party Allotment")

(1)	Class and Number of Shares to be Offered	652,100 shares of common stock of the Company
(2)	Method of Determination of Amount to be Paid	The amount to be paid will be determined on the Pricing Date. The amount to be paid shall be the same as the amount to be paid for the public offering.
(3)	Allottee and Number of Shares to be Allotted	The Underwriter 652,100 shares
(4)	Payment Date	Thursday, March 26, 2026

(5) The amount to be paid, and any other matters necessary for the Third-Party Allotment will be approved at the discretion of Tomoyuki Masubuchi, President and Representative Director.

(6) Shares not subscribed within the subscription period shall not be disposed of.

(7) The foregoing items are subject to the effectiveness of the securities registration statement filed under the Financial Instruments and Exchange Act of Japan.

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Use of Proceeds

The total estimated net proceeds of, up to 7,457,487,000 yen, from the public offering and the Third-Party Allotment are planned to be allocated by the end of March 2027, with 3,000,000,000 yen earmarked as standby funds for M&A to strengthen our core businesses, foundation engineering and sewerage-related businesses, as well as to support growth in our precast products business. Any remaining amount, or any portion not allocated by the end of March 2027, is planned to be used as working capital to support stable and agile business operations by the end of September 2027.

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