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Notice Regarding Change of Major Shareholders, Largest Shareholder and Other Related Companies

Demae-can Co., Ltd. (the "Company") announces that there is an anticipated transfer of the Company's major shareholders and principal shareholders, including other related companies, effective from October 1, 2023, as follows.

Detail

1. Background of the Transfer

Z Holdings Corporation (hereinafter referred to as "ZHD") and LINE Corporation (hereinafter referred to as "LINE") are the Company's major shareholders and other related companies.

The Company has been notified that ZHD, at a meeting of its Board of Directors held today, resolved that, effective on October 1, 2023 (hereinafter referred to as the "Effective Date"), will undergo an absorption-type split (hereinafter referred to as the "Split"), whereby ZHD will inherit all of LINE's assets, liabilities, and other rights and obligations, excluding certain overseas shares and other absorption-type split agreements managed by LINE (for detailed information, please refer to ZHD's disclosure titled, "Decisions on Intra-Group Reorganization (Change of Second-Tier Subsidiaries Through Dividend Distributions in Kind by First-Tier Subsidiaries and Absorption-Type Mergers and Absorption-Type Company Splits with Wholly Owned Subsidiaries) and Change of Trade Name of a Subsidiary" disclosed today. Consequently, as a result of this Split, the Company's shares currently held by LINE will be transferred to ZHD.

Therefore, as of the Effective Date, LINE will no longer be our major shareholder or other related company, and ZHD will become our major shareholder.

2. Overview of the Transferring Shareholders (as of March 31, 2023)

(1) Shareholder becoming the major shareholder:

(1) Name	Z Holdings Corporation
(2) Address	1-3 Kioicho, Chiyoda-ku, Tokyo, Japan
(3) Representative Directors and Officers (as of April 1, 2023)	Chairman of the Board: Kentaro Kawabe President and CEO: Takeshi Idezawa GCPO (Group Chief Product Officer): Jungho Shin
(4) Business Description	Management and administration of group companies and related operations
(5) Capital	247,094 million yen

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(2) Shareholders who will no longer be our major shareholders and principal shareholders, including other related companies:

(1) Name	LINE Corporation	
(2) Address	6-1 Yotsuya 1-chome, Shinjuku-ku, Tokyo, Japan	
(3) Representative Director	President and CEO, Takeshi Idezawa	
(4) Business Description	Core business includes advertising services based on the mobile messenger application "LINE," as well as stamp sales, game services, and strategic businesses including Fintech, AI, and commerce services.	
(5) Capital	34,201 million yen	
(6) Date of Establishment	December 13, 2019	
(7) Consolidated Net Assets	172,628 million yen	
(8) Consolidated Total Assets	503,792 million yen	
(9) Major Shareholder and Ownership Ratio	Z Holdings Intermediary Corporation	100.0%
(10) Relationship with the Listed Company and the Shareholder	Capital Relationship	Owns 29,428,000 shares of the Company's stock.
	Personnel Relationship	One director and two executive officers of LINE Corporation serve as directors and auditors of the Company.
	Transaction Relationship:	The Company uses LINE's platform services

3. Number of Voting Rights (Number of Shares Owned) by the Shareholder Before and After the Transfer, and Percentage of Voting Rights in the Total Shareholders

(1) Z Holdings Corporation

	Attributes	Number of Voting Rights (Number of Shares Owned)	Percentage of Voting Rights in the Total Shareholders	Ranking of Major Shareholders
Before the Transfer	Major Shareholders and Other Related Companies	191,589 (19,158,900 shares)	14.56%	3rd
After the Transfer	Principal Shareholder (Major Shareholder) and Other Related Companies	485,869 (48,586,900 shares)	36.93%	1st

(Note)

- The "Percentage of Voting Rights in the Total Shareholders" before and after the transfer is calculated based on the total voting rights of the total shareholders (1,315,640), deducting the number of shares without voting rights, which is 191,230 shares, from the total number of issued shares as of February 28, 2023, which is 131,755,230 shares. The ranking of major shareholders is based on the shareholder registry as of February 28, 2023.
- The percentages of voting rights in the total shareholders before and after the transfer have

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been rounded to the third decimal place.

(2) LINE Corporation

	Attributes	Number of Voting Rights (Number of Shares Owned)	Percentage of Voting Rights in the Total Shareholders	Ranking of Major Shareholders
Before the Transfer	Principal Shareholder (Major Shareholder) and Other Related Companies	294,820 (29,429,000 shares)	22.37%	1st
After the Transfer	—	—	—	—

(Note)

1. The "Percentage of Voting Rights in the Total Shareholders" before and after the transfer is calculated based on the total voting rights of the total shareholders (1,315,640), deducting the number of shares without voting rights, which is 191,230 shares, from the total number of issued shares as of February 28, 2023, which is 131,755,230 shares. The ranking of major shareholders is based on the shareholder registry as of February 28, 2023.
 2. The percentages of voting rights in the total shareholders before and after the transfer have been rounded to the third decimal place.
4. Scheduled Date of Transfer: October 1st, 2023
 5. Changes in Unlisted Parent Companies or Similar Entities Subject to Disclosure: LINE Corporation will no longer be an unlisted parent company or similar entity as a result of this transfer.
 6. Outlook: The transfer of major shareholders, including the principal shareholder and other related companies, will not have any impact on the management and performance of the Company.