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March 19, 2026

To whom it may concern

Company name: CANON ELECTRONICS INC.  
Representative: Takeshi Hashimoto, Representative  
Director, President and CEO  
(Securities Code: 7739 TSE Prime  
Market)  
Inquiries: Hiroyuki Ohkita, Director, General  
Manager of Finance & Accounting Div.  
(Tel: 03-6910-4115)

### **Notice Concerning Resolutions Approving Share Consolidation, Abolition of Provisions on Number of Shares per Unit, and Partial Amendments to the Articles of Incorporation**

CANON ELECTRONICS INC. (the “**Company**”) hereby announces that, as announced in the “Notice of Extraordinary General Meeting of Shareholders Concerning Share Consolidation, Abolition of Provisions on Number of Shares per Unit, and Partial Amendments to the Articles of Incorporation” (the “**Company Press Release**”) dated February 10, 2026, an extraordinary general meeting of shareholders of the Company was held today (the “**Extraordinary Shareholders’ Meeting**”), at which proposals regarding share consolidation, the abolition of provisions on number of shares per unit, and partial amendments to the Articles of Incorporation were submitted, and each of the proposals was approved and adopted as originally proposed, as described below.

As a result, the Company’s common shares (the “**Company Shares**”) will fall under the delisting criteria set forth in the Securities Listing Regulations of the Tokyo Stock Exchange, Inc. (the “**Tokyo Stock Exchange**”). Accordingly, the Company Shares are scheduled to be designated as securities to be delisted from March 19, 2026 to April 20, 2026, and subsequently delisted on April 21, 2026. Please note that, after delisting, the Company Shares cannot be traded on the Prime Market of the Tokyo Stock Exchange.

#### **1. Proposal No. 1: Share Consolidation**

The Company has received approval of the shareholders at the Extraordinary General Shareholders’ Meeting for the share consolidation described below (the “**Share Consolidation**”). The details of the Share Consolidation are as set out in the Company Press Release.

##### **① Type of shares to be consolidated**

Common shares

##### **② Consolidation ratio**

6,235,122 Company Shares will be consolidated into one share.

##### **③ Total number of issued shares to be reduced**

40,901,805 shares (scheduled)

**④ Total number of issued shares before the Share Consolidation takes effect**

40,901,811 shares (scheduled)

(Note) As announced in the Company's press release "Notice Concerning Cancellation of Treasury Shares" dated February 10, 2026, the Company resolved at a meeting of its board of directors held on that date to cancel all treasury shares owned by the Company as of that date, effective as of April 22, 2026. Accordingly, the "total number of issued shares before the Share Consolidation takes effect" reflects the total number of issued shares after deducting all treasury shares (1,304,729 shares) owned by the Company as of January 27, 2026 on the assumption of cancellation.

**⑤ Total number of issued shares after the Share Consolidation takes effect**

6 shares

**⑥ Total number of shares authorized to be issued as of the Share Consolidation effective date**

24 shares

**⑦ Method of treatment of fractions less than one share, and the amount of cash expected to be delivered to shareholders as a result of that treatment**

**(i) Whether the treatment is planned to be that pursuant to the provisions of Article 235, paragraph (1) of the Companies Act or Article 234, paragraph (2) thereof as applied mutatis mutandis under paragraph (2) of that Article, and the reasons for such treatment**

As a result of the Share Consolidation, the number of Company Shares owned by shareholders other than Canon Inc. (the "Tender Offeror") is expected to become a fraction of less than one share.

Regarding fractions less than one share that arise as a result of the Share Consolidation, shares in a number corresponding to the total sum of the fractions (pursuant to the provisions of Article 235, paragraph (1) of the Companies Act of Japan (Act No. 86 of 2005; including subsequent amendments; the same applies below), in cases where the total sum includes a fraction less than one share, that fraction shall be rounded off) will be sold in accordance with the provisions of Article 235 and other relevant laws and regulations, and the proceeds from the sale will be delivered, in proportion to such fractions, to the shareholders for whom such fractions have arisen. Regarding this sale, in light of the fact that the Share Consolidation is to be conducted as a part of a series of transactions aimed at making the Tender Offeror the sole shareholder of the Company and making the Company a wholly-owned subsidiary of the Tender Offeror, and that the Company Shares are scheduled to be delisted on April 21, 2026, becoming shares without a market price and for which it is unlikely that a purchaser will emerge through auction, the Company plans to sell the number of Company Shares corresponding to the total sum of such fractions to the Tender Offeror after obtaining permission of court pursuant to the provisions of Article 234, paragraph (2) of the Companies Act as applied mutatis mutandis under Article 235, paragraph (2) of that Act.

In this case, if the necessary permission of court is obtained as planned, it is planned that the selling price will be set at a price that allows for delivery of the amount of cash equivalent to the number of the Company Shares owned by the shareholders described or recorded in the final shareholder register of the Company as of April 22, 2026 (i.e., the day immediately preceding the effective date of the Share Consolidation) multiplied by 3,650 yen, which is the same amount as the per share price for purchase, etc. of the Company Shares in the tender offer for the Company Shares conducted by the Tender Offeror, which had a period of 30 business days from December 1, 2025 to January 19, 2026 as the period for purchase, etc. (the "Tender Offer"). However, in cases where the permission of court cannot be obtained or where fraction adjustments for the calculation are necessary, the cash amount actually delivered may differ from the above amount.

**(ii) Name of the party expected to become the purchaser of the shares the subject of the sale**

Canon Inc. (the Tender Offeror)

**(iii) Method by which the party expected to become the purchaser of the shares the subject of the sale will secure funds for payment of the price to be paid in the sale, and the appropriateness of such method**

The Tender Offeror is planning to fund the acquisition of the Company Shares corresponding to the total sum of the fractions arising as a result of the Share Consolidation by way of borrowing from Mizuho Bank, Ltd. (“**Mizuho Bank**”); and the Company, by confirming the loan certificate dated November 28, 2025 regarding borrowing from Mizuho Bank, has confirmed the method by which the Tender Offeror will secure the funds. Further, according to the Tender Offeror, no event has occurred that would hinder the payment of the proceeds of sale of the Company Shares corresponding to the total sum of the fractions arising as a result of the Share Consolidation nor is it aware of any likelihood of such event occurring in the future.

Based on the above, the Company has determined that the method of securing funds for payment of the price to be paid in the sale of the Company Shares corresponding to the total sum of the fractions of less than one share by the Tender Offeror is appropriate.

**(iv) Expected timing of the sale and timing of delivery of the proceeds from the sale to the shareholders**

The Company is planning to file a petition with court around mid May 2026, seeking permission to sell the Company Shares corresponding to the total sum of the fractions less than one share arising as a result of the Share Consolidation and for said Company Shares to be purchased by the Tender Offeror, pursuant to the provisions of Article 234, paragraph (2) of the Companies Act as applied mutatis mutandis under Article 235, paragraph (2) of the Act. Although the timing for obtaining said permission may vary depending on the circumstances of the court, etc., the Company expects, after obtaining the permission of court, to sell said shares by method of purchase by the Tender Offeror around mid June of the same year and, following this, after making the necessary preparations for delivery of the proceeds from the sale to the shareholders, to deliver the proceeds from the sale to the shareholders, from around late July 2026 to around late August of the same year.

The Company has determined that, considering the period required for the series of procedures pertaining to the sale from the effective date of the Share Consolidation, the sale of the Company Shares corresponding to the total sum of the fractions less than one share arising as a result of the Share Consolidation and the delivery of the proceeds from the sale to the shareholders will be conducted at the respective times as stated above.

## **2. Proposal No. 2: Partial Amendments to the Articles of Incorporation**

The Company has received approval of the shareholders at the Extraordinary General Shareholders’ Meeting for the partial amendments to the Articles of Incorporation described below. The details of the amendments are as set out in the Company Press Release.

Note, the amendments to the Articles of Incorporation (except for the deletion of Article 11 (Convocation) of the current Articles of Incorporation) are scheduled to take effect on April 23, 2026, subject to the condition that the Share Consolidation takes effect.

- ① If Proposal No. 1 “Share Consolidation” is approved and adopted as originally proposed and the Share Consolidation takes effect, the total number of authorized shares of Company Shares will be reduced to 24 shares in accordance with the provisions of Article 182, paragraph (2) of the Companies Act. In order to clarify this point, on the condition that the Share Consolidation takes effect, Article 6 (Total Number of Authorized Shares) of the current Articles of Incorporation shall be amended.
- ② If Proposal No. 1 “Share Consolidation” is approved and adopted as originally proposed and the Share Consolidation takes effect, the total number of issued shares of the Company will become 6 shares, and it will no longer be necessary to stipulate the number of shares constituting one unit. Therefore, on the condition that the Share Consolidation takes effect, in order to abolish the provision on the number of shares constituting one unit of the Company Shares, which is currently set at one hundred (100) shares per unit, the entire text of Article 7 (Number of Shares Constituting One Unit) of the current Articles of Incorporation and Article 8 (Rights Pertaining to Shares Less than One Unit) of the current Articles of Incorporation shall be deleted, and the subsequent articles shall be renumbered accordingly.

- ③ If Proposal No. 1 “Share Consolidation” is approved and adopted as originally proposed and the Share Consolidation takes effect, given that the Company Shares are scheduled to be delisted and the Tender Offeror to become the only holder of one or more Company Shares, with the Tender Offeror to become the Company’s sole shareholder on completion of the treatment of fractions following the Share Consolidation, the provisions regarding the record date for the annual general meeting of shareholders and convening such meetings, and provisions regarding the electronic provision of materials for general meetings of shareholders will no longer be necessary. Therefore, (i) on the condition that the Share Consolidation takes effect, the entire text of Article 13 (Record Date for the Annual General Meeting of Shareholders) of the current Articles of Incorporation and Article 14 (Measures for Electronic Provision, etc.) of the current Articles of Incorporation shall be deleted, and (ii) Article 11 (Convocation) of the current Articles of Incorporation shall also be deleted; and the subsequent articles shall be renumbered accordingly.

### 3. Schedule of the Share Consolidation

Date of the Extraordinary General Meeting of Shareholders	March 19, 2026 (Thursday)
Date of designation as securities to be delisted	March 19, 2026 (Thursday)
Last day the Company Shares can be traded	April 20, 2026 (Monday) (scheduled)
Delisting date of the Company Shares	April 21, 2026 (Tuesday) (scheduled)
Effective date of the Share Consolidation	April 23, 2026 (Thursday) (scheduled)

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