

November 14, 2024

Company name: Nippon Aqua Co., Ltd.  
(Securities code: 1429; Tokyo Stock Exchange, Prime Market)  
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## Notice of the Progress based on the plan for compliance with the continued Listing Criteria

Nippon Aqua Co., Ltd. (the "Company") submitted a "Plan to Meet the Continued Listing Criteria for New Market Segments" (the "Plan") on December 20, 2021, and has disclosed its contents. Furthermore, the progress of the "Plan" was disclosed on March 28, 2023, as "Progress of the Plan to Meet Continued Listing Criteria" and on March 14, 2024, as "Notice of the Progress based on the plan for compliance with the continued Listing Criteria and updates to the plan (changes in the plan period)."

As of November 14, 2024, we hereby inform you of the progress status and other relevant information as follows.

### 1. Trends in the status of our compliance with the continued listing criteria and the plan period

		Number of shareholders	Number of tradable shares (unit)	Tradable share market capitalization (billion yen)	Tradable share ratio (%)	Daily average trading value (million yen)	Amount of net assets (billion yen)
The status of and trends in our compliance	As of the end of June 2021 (transition record date)*1	2,662	120,737	6.9	34.7	40	7.6
	Compliance status	Conformed	Conformed	Not conformed	Not conformed	Conformed	Conformed
	As of the end of December 2022 *2	2,799	120,967	9.5	34.8	40	7.9
	Compliance status	Conformed	Conformed	Not conformed	Not conformed	Conformed	Conformed
	As of the end of February 2023 *3	—	121,920	10.7	35.0	60	—
	Compliance status	—	Conformed	Conformed	Conformed	Conformed	—
	As of the end of June 2023 *3	3,148	123,237	10.8	35.4	80	8.2
	Compliance status	Conformed	Conformed	Conformed	Conformed	Conformed	Conformed
	As of the end of December 2023 (the plan period)*2	4,055	120,854	11.1	34.7	12	9.3
	Compliance status	Conformed	Conformed	Conformed	Not conformed	Conformed	Conformed
Continued listing criteria		800	20,000	10.0	35.0	20	Positive figure

\*1 The status of our compliance as of the end of June 2021 is calculated based on the distribution status of the Company's shares, etc. known to the Tokyo Stock Exchange ("TSE") as of the transition record date (end of June 2021).

- \*2 The status of our compliance as of the end of December 2022 and the end of December 2023 is calculated based on the distribution status of the Company's shares, etc. known to the TSE as of the record date (end of December 2022) and the planned date (end of December 31).
- \*3 The status of our compliance as of the end of February 2023 and the end of June 2023 is calculated by the Company in accordance with the calculation method used by the TSE on the record date.

## 2. Status and evaluation of efforts to meet the continued listing criteria

Achieving a "tradable share ratio of over 35%" has become a challenge for the Company in maintaining its listing on the Prime Market. As disclosed on March 14, 2024, in the "Update Plan," we have been considering increasing the tradable share ratio by combining the disposal of treasury shares and the cancellation of some treasury shares through the introduction of restricted stock compensation targeting up to 500,000 shares for our Executive Officers, employees, and staff of certified contractors. Regarding this matter, it has been decided to implement restricted stock compensation for 500,000 shares targeting the Company's Executive Officers and employees. For more details, please refer to the "Notice on the Disposal of Treasury Shares as Restricted Stock Compensation to Employees" disclosed separately today. Furthermore, based on the Company's estimates reflecting this initiative in the distribution of share certificates, etc., as of the end of December 2023, the tradable share ratio will be 36.2%.

- \*4 A certified contractor is a contractor who has taken the examination and technical training specified by our company and performs the insulation and waterproofing construction designated by our company.

## 3. Future tasks and measures

On the other hand, based on the aforementioned tradable share ratio, if we calculate the tradable share market capitalization using the closing price of our common stock on November 13, 2024, at 813 yen, it amounts to 10.2 billion yen, slightly exceeding the listing maintenance standards for the Prime Market. Therefore, we will continue to strive for improved performance while enhancing engagement with our shareholders and investors, aiming to elevate our valuation in the stock market.

Note: This document has been translated from the Japanese original for reference purposes only. In the event of any discrepancy between this translated document and the Japanese original, the original shall prevail.