

# PRESS RELEASE

November 19, 2020

AXELL CORPORATION  
14-1, Sotokanda 4-chome, Chiyoda-ku, Tokyo, Japan  
Kazunori Matsuura  
President & Representative Director  
(Securities Code: 6730, First Section of Tokyo Stock Exchange)  
Inquiries:  
Yoshimasa Ueno  
Executive Officer, General Manager of Management Department  
TEL: +81-3-5298-1670

## **Notice of Share Repurchase and Share Repurchase through Off-Auction Own Share Repurchase Trading System (ToSTNeT-3)** (Share Repurchase Based on the Articles of Incorporation Pursuant to Provisions of Article 165, Paragraph 2 of the Companies Act and Share Repurchase through Off-Auction Own Share Repurchase Trading System (ToSTNeT-3))

Please be informed that at the Board of Directors meeting held on November 19, 2020, AXELL CORPORATION (the “Company”) resolved to repurchase its shares and the specific method of repurchase pursuant to the provisions of Article 156 of the Companies Act, as applied pursuant to the provisions of Article 165, Paragraph 3 of the Act, as follows.

### **1. Reason for Share Repurchase**

The Company will repurchase its shares to improve capital efficiency and execute a flexible capital policy in response to changes in the business environment. In addition, the Company has introduced a restricted stock remuneration system for its Directors and a stock option plan for its employees, and plans to use the shares it repurchased as the source of shares for restricted stock that it plans to issue in the future and shares that will be delivered upon exercise of stock options.

### **2. Method of Repurchase**

The Company will entrust the purchase of its shares at the closing price (including the final special quote) of 787 yen as of today, November 19, 2020, through the Off-Auction Own Share Repurchase Trading System (ToSTNeT-3) of the Tokyo Stock Exchange at 8:45 a.m. on November 20, 2020 (no changes to other trading system or trading time will be made).

This purchase order shall be valid only for the aforementioned trading time.

### 3. Details of Repurchase

(1) Class of shares to be repurchased	Common shares of the Company
(2) Total number of shares to be repurchased	500,000 shares (maximum) (4.46% of the total number of issued shares (excluding treasury shares))
(3) Total amount of repurchase	393,500,000 yen (maximum)
(4) Announcement of repurchase results	Repurchase results will be announced after the close of trading time at 8:45 a.m. on November 20, 2020.

(Note 1) The number of shares to be repurchased will not be changed. Depending on market conditions, however, the repurchase may not be made in whole or in part.

(Note 2) The repurchase will be made upon receipt of sell orders corresponding to the number of shares to be repurchased.

(Reference) Status of Own Shares Held as of September 30, 2020

Total number of issued shares (excluding treasury shares)	11,211,837 shares
Number of own shares held	152 shares