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Announcement regarding the issue of the second, third and fourth unsecured bonds
(every for qualified institutional investors only)
(JCI completed raising initial capital for the Neo-carrier project)

Japan Communications Inc. (JCI, TSE Prime:9424) anticipates approximately 6.5 billion yen for an initial capital investment to achieve an interconnection with the voice and SMS network of NTT DOCOMO, INC. (DOCOMO) (Neo-carrier project), and JCI raised 2 billion yen by issuing the first unsecured bonds (for qualified institutional investors only) to MUFG Bank, Ltd. as the underwriter in March 2025 for the first round. This time JCI hereby announces that JCI has determined until today to raise 4 billion yen in total amount by issuing the second, third and fourth unsecured bonds (every for qualified institutional investors only) to Resona Bank, Limited, The Bank of Yokohama, Ltd. and MUFG Bank, Ltd. as the underwriters (hereinafter referred to as the “Bonds”) for the second round, as detailed below. Now JCI has completed raising initial capital for the Neo-carrier project.

JCI innovated and practiced MVNO business model for the first time in the world. In 1996, at the time of establishment, JCI received wholesale offers from mobile phone operators and provided mobile telecommunication services to corporate customers. In 2001, JCI achieved an interconnection with PHS network and started providing data telecommunication service. In 2007, JCI achieved an interconnection with the data network of DOCOMO and started providing data telecommunication service. And in 2009, JCI concluded a wholesale contract with DOCOMO for its voice and SMS network. In February 2024, JCI agreed with DOCOMO about interconnection with the voice and SMS network, and JCI and DOCOMO are developing respective technology thereof. JCI aims to start a new business on November 24, 2026.

Mobile telecommunication networks consist of data, voice, and SMS networks. At present, JCI has an interconnection with only the data network of DOCOMO. Upon JCI has an interconnection with all

the data, voice and SMS network of DOCOMO, JCI will be able to use the data, voice and SMS network of DOCOMO on a cost basis, in accurate, not to exceed the amount of the appropriate costs under efficient management plus appropriate profit, based on the Telecommunications Business Act into the future.

In addition, JCI was allocated mobile phone numbers (the phone number starting 070, 080 and 090) by the Ministry of Internal Affairs and Communications in June 2025 and JCI can provide more flexible service than the current one. JCI considers it Neo-carrier, in other words, the birth of new carrier.

According to the statistics of the Ministry of Internal Affairs and Communications, there are 2,002 MVNO operators (as of the end of September 2025) in Japan. By becoming a Neo-carrier, JCI will have a tremendous advantage in both cost competitiveness and service provision ability over other MVNO operators. Also, in comparison with MNO, major mobile phone operators, JCI has an advantage in cost competitiveness, because JCI realized low-cost operation in many ways, such as network construction, operation, dealer's commission, sales, and personnel cost.

To become Neo-carrier who has the above advantages, JCI has to make an interconnection with the voice and SMS network of DOCOMO, and has to construct such system as network system to connect with other mobile phone carriers and fixed-line carriers, providing system of JCI's original SIM and eSIM, business operation system including customer management and billing, and emergency call (110, 119, etc.) system. JCI anticipates approximately 6.5 billion yen as a capital investment for the above system and would not estimate them an excessive considering their profitability.

At present, JCI's MVNO business is going well in customer base, sales and profitability and has a strong financial condition in Balance Sheet. Therefore, JCI would like to raise capital for the above investment to become a Neo-carrier in its own funds and debt. This time JCI will raise capital of 6 billion yen in cumulative amount through debt by issuing the second, third and fourth unsecured bonds (every for qualified institutional investors only) of 4 billion yen in total amount to Resona Bank, Limited, The Bank of Yokohama, Ltd. and MUFG Bank, Ltd. as the underwriters, following the first unsecured bonds (for qualified institutional investors only) of 2 billion yen issued to MUFG Bank, Ltd. as the underwriter in March 2025. Please look forward to JCI's process for Neo-carrier as well as FPoS Business.

1. The purpose of issuing the Bonds

Funding for capital investment to achieve an interconnection with the voice and SMS network of NTT DOCOMO, INC.

2. Outline of the Bonds

<The second unsecured bonds (for qualified institutional investors only) >

(i)	Name of the Bonds	The second unsecured bonds of Japan Communications Inc. (guaranteed by Resona Bank, Limited, and for qualified institutional investors only)
(ii)	Maximum Amount of the Bonds	1 billion yen
(iii)	Amount of Each Bond	100 million yen
(iv)	Payment Amount of Each Bond	100 yen per 100-yen face value
(v)	Payment Date	March 25, 2026
(vi)	Maximum Interest Rate (Fixed Rate)	2.25 % per year
(vii)	Redemption Amount of the Bonds	100 yen per 100-yen face value
(viii)	Redemption Way of the Bonds	Scheduled redemption per 6 months
(ix)	Redemption Period of the Bonds	March 25, 2033
(x)	Payment Way of Interest	Scheduled payment per 6 months
(xi)	Payment Period of Interest	March 25, 2033
(xii)	No Place of Bond Administrator	The Bonds will not place the Bond Administrator because they meet the requirement of proviso of Article 702 of the Companies Act.
(xiii)	Security	Unsecured
(xiv)	Guarantee	Guaranteed by Resona Bank, Limited
(xv)	Underwriter	Resona Bank, Limited
(xvi)	Fiscal Agent	Resona Bank, Limited
(xvii)	Transfer Institution	Japan Securities Depository Center, Inc.
(xviii)	Application of the Act on Book-Entry Transfer of Company Bonds, Shares, etc.	The Bonds will be subject to the Act on Book-Entry Transfer of Company Bonds, Shares, etc.

<The third unsecured bonds (for qualified institutional investors only) >

(i)	Name of the Bonds	The third unsecured bonds of Japan Communications Inc. (guaranteed by The Bank of Yokohama, Ltd., and for qualified institutional investors only)
(ii)	Maximum Amount of the Bonds	1 billion yen
(iii)	Amount of Each Bond	100 million yen
(iv)	Payment Amount of Each Bond	100 yen per 100-yen face value
(v)	Payment Date	March 25, 2026
(vi)	Maximum Interest Rate (Fixed Rate)	2.34 % per year
(vii)	Redemption Amount of the Bonds	100 yen per 100-yen face value
(viii)	Redemption Way of the Bonds	Scheduled redemption per 6 months
(ix)	Redemption Period of the Bonds	March 25, 2033
(x)	Payment Way of Interest	Scheduled payment per 6 months
(xi)	Payment Period of Interest	March 25, 2033
(xii)	No Place of Bond Administrator	The Bonds will not place the Bond Administrator because they meet the requirement of proviso of Article 702 of the Companies Act.

(xiii)	Security	Unsecured
(xiv)	Guarantee	Guaranteed by The Bank of Yokohama, Ltd.
(xv)	Underwriter	The Bank of Yokohama, Ltd.
(xvi)	Fiscal Agent	The Bank of Yokohama, Ltd.
(xvii)	Transfer Institution	Japan Securities Depository Center, Inc.
(xviii)	Application of the Act on Book-Entry Transfer of Company Bonds, Shares, etc.	The Bonds will be subject to the Act on Book-Entry Transfer of Company Bonds, Shares, etc.

<The fourth unsecured bonds (for qualified institutional investors only) >

(i)	Name of the Bonds	The fourth unsecured bonds of Japan Communications Inc. (for qualified institutional investors only)
(ii)	Maximum Amount of the Bonds	2 billion yen
(iii)	Amount of Each Bond	100 million yen
(iv)	Payment Amount of Each Bond	100 yen per 100-yen face value
(v)	Payment Date	March 26, 2026
(vi)	Maximum Interest Rate (Fixed Rate)	2.170 % per year
(vii)	Redemption Amount of the Bonds	100 yen per 100-yen face value
(viii)	Redemption Way of the Bonds	Scheduled redemption per 6 months
(ix)	Redemption Period of the Bonds	March 25, 2033
(x)	Payment Way of Interest	Scheduled payment per 6 months
(xi)	Payment Period of Interest	March 25, 2033
(xii)	No Place of Bond Administrator	The Bonds will not place the Bond Administrator because they meet the requirement of proviso of Article 702 of the Companies Act.
(xiii)	Security or Guarantee	Unsecured and no guarantee
(xiv)	Underwriter	MUFG Bank, Ltd.
(xv)	Fiscal Agent	MUFG Bank, Ltd.
(xvi)	Transfer Institution	Japan Securities Depository Center, Inc.
(xvii)	Application of the Act on Book-Entry Transfer of Company Bonds, Shares, etc.	The Bonds will be subject to the Act on Book-Entry Transfer of Company Bonds, Shares, etc.

3. Impact on future performance

JCI recognizes that the issue of the Bonds will have minimal impact on our business performance. However, JCI will properly announce any matters that should be disclosed in the future.

About Japan Communications Inc. (JCI)

Japan Communications Inc. (JCI), founded in 1996, is a pioneer who created the MVNO market and has brought innovation to the telecommunications industry. While JCI has established a stable profit model in their main business, simple and rational mobile communication services, JCI is aiming for further growth. JCI has strengths in patented technologies such as the mobile leased line "Closed SIM-to-SIM Communication" and the digital authentication technology "FPoS," and is focusing on providing mobile communication services and digital authentication infrastructure based on the authentication technology. The PCI DSS-certified mobile leased line is adopted by high-security sectors, such as police and bank. The FPoS supports security at the highest global standards and convenience. Under the mission of "carrying bit in safety and security," JCI is aiming for developing social infrastructure such as secure mobile environment beyond national borders and is working on sustainable growth and improving corporate value.