

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.



October 6, 2026

Company name: Axelspace Holdings Corporation
Representative: Yuya Nakamura, President and CEO
(Securities code: 402A, Tokyo Stock Exchange Growth Market)
Inquiries: Daigo Orihara, Director
(Tel.: +81-3-6704-8708)

(Update on a Previous Disclosure) Notice Regarding Commencement of Discussions Concerning the In-Orbit Demonstration Service Agreement with Pale Blue Inc.

Axelspace Holdings Corporation (the “Company”) hereby announces that its consolidated subsidiary, Axelspace Corporation (“Axelspace”), received written notice from Pale Blue Inc. (“Pale Blue”) requesting the contract cancellation for the provision of in-orbit demonstration services, as announced in the “Notice of Signing a Service Contract for In-Orbit Demonstration with Pale Blue Inc.” dated December 16, 2025, and that Axelspace and Pale Blue commenced discussions regarding the agreement on October 6, 2026.

1. Overview of the In-Orbit Demonstration Services Contract Subject to Discussions

(1) Counterparty	Pale Blue Inc.
(2) Contract	In-orbit demonstration service agreement for a hall thruster
(3) Total contract amount	Not disclosed
(4) Contract period	From December 16, 2025, for a multi-year term
(5) Date of contract execution	December 16, 2025

Details of the contract amount are not disclosed due to the necessity of protecting business confidentiality.

2. Background and Reasons

Axelspace and Pale Blue have made good-faith efforts toward the execution of this contract. However, due to specific technical issues arising with the satellite being developed by

Axelspace for this project, Pale Blue determined that it would be difficult to ensure the commercial viability of the project. Axelspace subsequently received written notice from Pale Blue requesting the termination of the agreement, and the two companies have commenced discussions regarding the agreement.

3. Outlook

The impact of this matter on the Company's financial results and other matters will depend on the outcome of the discussions. However, in the "Notice Regarding Revision of Consolidated Financial Forecast and Recording of Extraordinary Loss for the Fiscal Year Ending May 2027" announced today, the Company has taken a conservative approach and incorporated the maximum impact currently estimated from this matter into its revised forecast. The Company will promptly disclose further details upon completion of its assessment.