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FOR IMMEDIATE RELEASE Company name: Watahan & Co., Ltd. Name of representative: Isamu Nohara, President & CEO (Securities code:3119; Prime Market) Inquiries: Ayako Banno, Director (Telephone: +81-0265-25-8155)

To Whom It May Concern

Notice regarding recording of extraordinary loss (impairment loss)

Our group has recorded an impairment loss as an extraordinary loss in our consolidated financial statements for the fiscal year ending March 2025. We would like to inform you of the details as follows.

1. Occurrence of extraordinary losses (impairment losses) and their details In the fiscal year ending March 2025, we considered the future recoverability of fixed assets, including stores and rental assets, held by our group. As a result, we carried out impairment treatment in accordance with the Accounting Standard for Impairment of Fixed Assets, and recorded an impairment loss of 687 million yen in the fourth quarter of the consolidated fiscal year.

2. Impact on consolidated financial results This matter is reflected in the "Consolidated Financial Results for the Fiscal Year Ending March 2025 (Japanese GAAP)" published today.

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.