September 14, 2026

Company name:	AEON Fantasy Co., LTD.
Name of representative:	Tokuya Fujiwara, President and Representative Director (Securities code: 4343; Tokyo Stock Exchange (Prime Market))
Inquiries:	Yoshinori Iseki, Director, Senior Managing Executive Officer, Management Control and Risk Management Officer (Telephone: +81-43-212-6203)

Notice Concerning the Dissolution and Liquidation of Consolidated Subsidiary

AEON Fantasy Co., LTD. (the “Company”) hereby announces that, at the Board of Directors meeting held on September 14, 2026, the Company resolved to dissolve and liquidate consolidated subsidiary AEON Fantasy (China) Co., Ltd. ("AF China"), as follows.

Details

1. Reason for Dissolution

AF China was established in 2007 and has mainly operated amusement facilities for children throughout China. Due to the impact of the COVID-19 pandemic and the intensifying competition in the amusement business in China since the pandemic, AF China has continued to record significant operating losses since the fiscal year 2021. In response, we have continued to implement business structural reforms. As a result, the operating loss has narrowed significantly. However, we have determined that a dramatic recovery in performance is difficult from the perspective of future growth in China. After comprehensively reviewing the business portfolio of the AEON Fantasy Group, we have decided to dissolve AF China.

2. Overview of the Consolidated Subsidiary to be Dissolved

<table>
<tr><td>(1) Name</td><td colspan="2">AEON Fantasy (China) Co., Ltd.</td></tr>
<tr><td>(2) Location</td><td colspan="2">Beijing, People's Republic of China</td></tr>
<tr><td>(3) Title and Name of Representative</td><td colspan="2">Chairman and General Manager: Toru Fukushima</td></tr>
<tr><td>(4) Business</td><td colspan="2">Operation of amusement facilities</td></tr>
<tr><td>(5) Capital</td><td colspan="2">9,985,600 thousand yen (590,617 thousand Chinese yuan)</td></tr>
<tr><td>(6) Date of establishment</td><td colspan="2">September 24, 2007</td></tr>
<tr><td>(7) Major shareholders and shareholding ratio</td><td colspan="2">AEON Fantasy Co., LTD.: 99.54%</td></tr>
<tr><td rowspan="4">(8) Relationship between the listed company and the company in question</td><td>Capital relationship</td><td>The Company holds all voting rights of the company in question.</td></tr>
<tr><td>Personnel relationship</td><td>An employee of the Company serves as Chairman, and certain directors and other officers of the Company concurrently serve as directors of the company in question.</td></tr>
<tr><td>Business relationship</td><td>There is a business relationship involving product supply, etc., with the Company.</td></tr>
<tr><td>Status as a related party</td><td>Consolidated subsidiary of the Company</td></tr>
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(9) Financial results and financial position for the last three years			
	FY12/23	FY12/24	FY12/25
Net sales	344,023 thousand yuan	246,443 thousand yuan	150,975 thousand yuan
Operating profit	(163,856) thousand yuan	(259,237) thousand yuan	(124,684) thousand yuan
Profit	(171,116) thousand yuan	(289,452) thousand yuan	(129,175) thousand yuan
Total assets	319,799 thousand yuan	160,928 thousand yuan	84,588 thousand yuan
Net assets	(490,248) thousand yuan	(722,459) thousand yuan	(810,317) thousand yuan

* Reference rate: 1 yuan = 19.92 yen for FY12/23 (as of the end of December 2023);
1 yuan = 21.76 yen for FY12/24 (as of the end of December 2024); 1 yuan = 22.24 yen for FY12/25 (as of the end of December 2025)

3. Schedule

The liquidation is scheduled to be completed as soon as the necessary procedures are completed in accordance with local laws. (The liquidation is expected to be completed during the fiscal year ending February 2028.)

4. Impact on Financial Results

The impact of this matter on profit and loss is currently under review. At this stage, it is difficult to reasonably estimate the amount of loss, etc., arising from the liquidation. However, we believe that the impact on the consolidated financial results for the current and next fiscal years will be as follows.

(1) For the fiscal year ending February 2027, we plan to record additional costs associated with the liquidation of the subsidiary, such as store closure costs and employee severance pay, as extraordinary losses.

(2) For the fiscal year ending February 2027, we expect to record, in Japan, deferred tax assets against valuation losses and allowance for doubtful accounts related to past investments in, and loans to, the Chinese subsidiary (income taxes - deferred [gain]).

The impact of the above (1) and (2) on profit for the consolidated financial results for the fiscal year ending February 2027 is currently under review. However, we expect that this matter will have a positive impact due to the strong impact of the recording of deferred tax assets.

Regarding the impact for the fiscal year ending February 2028, the foreign currency translation adjustment for AF China is scheduled to be reclassified as extraordinary losses upon completion of the liquidation; however, the specific impact will fluctuate depending on the exchange rate until the completion of the liquidation. We expect to complete the liquidation during the fiscal year ending February 2028.

Please also refer to "Notice Concerning the Implementation of Debt-for-Equity Swap and Capital Increase Involving Consolidated Subsidiary" released today.
We will promptly announce any matters that require disclosure in the future.

END

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