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 Implementation of Debt-for-Equity Swap and Capital Increase Involving Consolidated Subsidiary

AEON Fantasy Co., LTD. (the “Company”) hereby announces that it resolved at the Board of Directors meeting held on September 14 to implement a debt-for-equity swap (the "DES") of loan receivables held by the Company against its consolidated subsidiary, AEON Fantasy (China) Co., Ltd. (the "Consolidated Subsidiary") and a capital increase (the “Capital Increase”) at the Consolidated Subsidiary, as follows.

Details

1. Background

The DES and the Capital Increase are being implemented for the purpose of resolving the Consolidated Subsidiary's negative equity (negative net assets of 810 million yuan for the fiscal year ended December 31, 2025) and improving its financial position.

2. Overview of the Consolidated Subsidiary

(1) Name:AEON Fantasy (China) Co., Ltd.
(2) Location: Beijing, People's Republic of China
(3) Title and Name of Representative: Chairman and General Manager, Toru Fukushima
(4) Business Description: Operation of amusement facilities
(5) Capital: 9,985 million yen (590 million Chinese yuan)
(6) Date of Establishment: September 24, 2007
(7) Major Shareholder and Shareholding Ratio: AEON Fantasy Co., Ltd. 99.54%
(8) Fiscal Year-End: December 31

3. Overview of DES

(1) Implementation Details

The Company will implement the Capital Increase at the Consolidated Subsidiary through a debt-for-equity swap (contribution in kind of loan receivables totaling 819 million yuan [19,407 million yen] [tentative] held by the Company against the Consolidated Subsidiary).

* The amount in yen is calculated at an exchange rate of 23.69 yen per yuan (based on the exchange rate released by the People's Bank of China as of July 31, 2026).

(2) Implementation Schedule

November 2026 (tentative)

4. Overview of Capital Increase

The Company will implement a capital increase of 4,300 million yen.

(1) Amount of Capital Increase

Amount of capital after DES	1,409 million yuan (tentative)	29,393 million yen (tentative)
Amount of capital to increase	181 million yuan (tentative)	4,300 million yen (tentative)
Amount of capital after Capital Increase	1,591 million yuan (tentative)	33,693 million yen (tentative)

(2) Implementation Schedule

November 2026 (tentative)

(3) Shareholder structure after Capital Increase

AEON Fantasy Co., LTD.: 99.86%

5. Impact on Financial Results

There is no impact on the Company's consolidated financial results for the fiscal year ending February 2027 due to the DES and the Capital Increase.

Please also refer to "Notice Concerning the Dissolution and Liquidation of Consolidated Subsidiary" released today. If any matters requiring disclosure arise in the future, we will disclose them promptly.

END