



February 26, 2026

Notice Regarding Waiver of Claims Against Consolidated Subsidiary

We hereby announce that, at the meeting of our Board of Directors held today, it was resolved to waive claims against our consolidated subsidiary, COEN CO., LTD. (“COEN”), as outlined below.

1. Background and Reason for Waiver of Claims

As stated in the “Notice Regarding Execution of Share Transfer Agreement for Change in Consolidated Subsidiary” dated January 29, 2026, we have entered into an agreement to transfer all shares of COEN CO., LTD. (“COEN”) held by our company to Gyet Co., Ltd. (“Gyet”). In connection with this transfer, we have resolved to waive claims against COEN.

2. Overview of transferred subsidiary

(1)	Name	COEN CO., LTD.		
(2)	Location	3-2-2 Toranomom, Minato-ku		
(3)	Position and name of representative	Tatsuya Kimura, President and Representative Director		
(4)	Business description	Planning, manufacturing and sales of apparel		
(5)	Capital stock	100 million yen		
(6)	Date of foundation	May 20, 2008		
(7)	Major shareholder and shareholding ratio	UNITED ARROWS LTD. 100%		
(8)	Relationships between the listed company and the company in question	Capital relationship	The Company owns 100% of the outstanding shares.	
		Personal relationship	Four directors of the Company are serving as officers.	
		Business relationship	Transactions such as business consignment	
(9)	Business results and financial position of the company in question for the latest three years			
	Counting period	FY2023/1	FY2024/1	FY2025/1
	Net assets	(2,719 million yen)	(3,141 million yen)	(3,810 million yen)
	Total assets	3,103 million yen	2,872 million yen	2,834 million yen
	Net assets per share	(1,359,573.44 yen)	(1,570,972.84 yen)	(1,905,436.41 yen)
	Net sales	10,702 million yen	9,566 million yen	10,423 million yen
	Operating income	(212 million yen)	(337 million yen)	(360 million yen)
	Ordinary profit	(183 million yen)	(338 million yen)	(376 million yen)
	Net income	(305 million yen)	(422 million yen)	(668 million yen)
	Net income per share	(152,567.40 yen)	(211,399.39 yen)	(334,463.57 yen)
	Cash dividends per share	0 yen	0 yen	0 yen

3. Details of Waiver of Claims

(1)	Type of Claim:	Loan
(2)	Amount of Claim:	5,858 million yen
(3)	Ratio to consolidated net assets	15.5%
(4)	Scheduled Date of Implementation	February 27, 2026 (Scheduled)

4. Future outlook

Due to the waiver of claims against COEN CO., LTD., the Company will record 1,795 million yen as an extraordinary loss (loss on waiver of claims to affiliated company) in its non-consolidated financial statements. However, this amount will be eliminated in the consolidated financial statements, and therefore will have no impact on consolidated results.

Upon execution of the share transfer, COEN CO., LTD. will be excluded from the scope of consolidation. The impact of this share transfer on the consolidated financial results for the fiscal year ending March 31, 2026 is currently under close examination. If any matters requiring disclosure arise, the Company will promptly make the necessary disclosures.