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April 6, 2026

To Whom It May Concern,

Company name	and ST HD Co., Ltd.
Representative	Taiki Fukuda, Representative Director and President (Securities code: 2685 TSE Prime Market)
Inquiries	Masatake Hayashi, Group Executive Officer, General Manager of Corporate Planning Office (TEL:03-5466-2060)

### **Notice Concerning the Recognition of Impairment Loss**

The and ST HD Co., Ltd. (“Company”) hereby announces that it expects to record an extraordinary loss (impairment loss) for the fiscal year ending February 2026 (March 1, 2025 – February 28, 2026).

#### 1. Details of Impairment Losses

The company recorded an extraordinary loss of 2.33 billion yen as an impairment losses on goodwill and intangible assets related to TODAY’S SPECIAL Co., Ltd. (currently Adastria Co., Ltd. due to a merger), which was converted into a consolidated subsidiary in July 2024. The two acquired brands (TODAY’S SPECIAL and GEORGE’S) continue to show future growth potential. However, the company has decided to record an impairment loss, because the variance has emerged compared to the initial business plan at the time of acquisition due to a delay in the pace of new store openings and other factors.

#### 2. Impact on Consolidated Business Performance

The above extraordinary loss is reflected in the Consolidated Financial Results for the Fiscal Year Ended February 28, 2026 [Japanese GAAP] announced today.

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