

September 9, 2026

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(Securities code: 2929 Prime Market)
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Notice Regarding Special Loss (non-consolidated) due to Impairment of Investment in an Equity-Method Affiliate

Pharma Foods International Co., Ltd. (the “Company”) hereby announces that, in its non-consolidated financial statements for the fiscal year ended July 2026, it has recorded a special loss arising from the impairment of shares in an equity-method affiliate, as outlined below.

1. Details of the Special Loss

The Company conducted an assessment of the recoverability of its investment in Onkyo Corporation (“Onkyo”), an equity-method affiliate, based on its future business outlook and other factors. As a result, the Company determined that recovery of its investment was difficult. Following an assessment of the value of the shares, the Company recognized an impairment loss on its investment in Onkyo due to a decline in the net asset value of the shares.

Accordingly, the Company expects to record a valuation loss on shares of an affiliate of ¥422 million as a special loss in its non-consolidated financial statements for the fiscal year ended July 2026.

2. Impact on Consolidated Financial Results

The above-mentioned valuation loss on shares of an affiliate will be eliminated in the consolidated financial statements and therefore will have no impact on consolidated financial results. On the other hand, the Company expects to record an impairment loss of ¥171 million in its investment accounted for under the equity method in relation to Onkyo as a non-operating expense.

For the impact of this matter on the Company’s financial results for the fiscal year ended July 2026, please refer to the “Notice Regarding Revision of Full-Year Consolidated Financial Forecasts for the Fiscal Year Ending July 2026,” which was separately disclosed today.