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Company name: ABC-MART, INC.
Name of representative: Kiichiro Hattori, President and Representative Director
(Securities code: 2670; TSE Prime Market)
Inquiries: Yasuo Ishii, Director, Corporate Planning Office Manager
(Telephone: +81-3-3476-5452)

Notice Regarding Business Acquisition of South Korean Shoe Select Shop "FOLDER" by Consolidated Subsidiary ABC-MART KOREA, INC.

ABC-MART, INC. hereby announces that its consolidated subsidiary, ABC-MART KOREA, INC. (Seoul, South Korea; a 100% owned subsidiary of the Company), has received official approval from the Korea Fair Trade Commission regarding the acquisition of the business of "FOLDER," a shoe select shop chain operated by E-Land World Co., Ltd. (Seoul, South Korea; general retail business; hereinafter "E-Land World"), which is a core company of the E-Land Group, a major South Korean consumer enterprise group. Details of the acquisition are as follows.

1. Purpose of the Business Acquisition

The ABC-MART Group has been expanding its store network in the South Korean market, primarily through "ABC-MART," focusing on community-based operations and gaining strong support from a wide range of customers. E-Land World is a leading apparel and retail company in South Korea, highly skilled in a "multi-brand strategy" that targets a broad customer base ranging from low-end to high-end segments.

"FOLDER," its shoe retail division, offers a differentiated product lineup centered on global shoe brands and value-added proposals, securing strong loyalty from South Korean consumers. It operates 35 directly managed stores in major cities across South Korea, generating annual sales on the scale of 100 billion KRW.

Through this business acquisition, the Group aims to integrate the expertise and infrastructure developed by both companies, further strengthening partnerships with major suppliers, including global brands. This will enable the Group to deliver a more attractive product lineup and drive trend communication, thereby further enhancing the Group's market presence in South Korea.

2. Timeline of the Business Acquisition

January 21, 2026:	Board of Directors' approval of the business transfer agreement.
January 21, 2026:	Execution of the business transfer agreement.
May 27, 2026:	Approval (decision) of the FOLDER business acquisition by the Korea Fair Trade Commission.

3. Details of the Business Acquisition

(1) Scope of Acquisition

- 27 "FOLDER" stores. Inventory of the target stores (with certain exceptions), tangible assets, electronic equipment, and all related documentation necessary for operations.
- Intangible assets including trademark rights and store operating rights, as well as security deposits.
- Rights related to the operation of the online mall and Instagram accounts.
- Employment of 68 employees.

Note: In principle, cash and deposits, accounts receivable, and assets/liabilities associated with excluded stores will not be transferred.

(2) Financial Results of the Transferor Company (E-Land World)

Undisclosed at the request of the counterparty.

(3) Items and Amounts of Assets to be Acquired

Undisclosed at the request of the counterparty. The amount involved is negligible.

(4) Acquisition Price and Settlement Method

Undisclosed at the request of the counterparty. The amount involved is negligible.

The settlement is scheduled to be made in cash (using self-owned funds).

4. Overview of the Transferor Company (E-Land World)

Name:	E-Land World Co., Ltd.
Location:	159, Gasan digital 1-ro, Geumcheon-gu, Seoul, Republic of Korea
Representative:	Cho Dong-ju, Representative Director
Main Business:	General retail business
Capital:	28,284 million KRW
Established:	February 16, 1982
Net Assets:	Undisclosed at the request of the counterparty.
Total Assets:	Undisclosed at the request of the counterparty.
Major Shareholders:	Undisclosed at the request of the counterparty.
Relationship with the Company:	There are no capital, personal, transactional, or other noteworthy relationships between the Company/the Group and the counterparty.

5. Overview of the Acquiring Subsidiary (ABC-MART KOREA, INC.)

Name:	ABC-MART KOREA, INC.
Location:	21F, B-dong, 100 Eulji-ro, Jung-gu, Seoul, Republic of Korea
Representative:	Ki-ho Lee, Representative Director
Main Business:	Footwear retail business
Capital:	25,260 million KRW
Established:	August 29, 2002
Major Shareholder:	ABC-MART, INC. (100% ownership)

6. Impact on the Company and Consolidated Earnings Forecasts

While this business acquisition is expected to expand operations over the medium to long term and contribute to the growth of the Group's business performance, the impact on the consolidated financial results for the current fiscal year (ending February 2027) is currently under close evaluation. The Company will disclose any significant impact in due course.

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