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August 31, 2026

To whom it may concern

Company name:	SHIMAMURA Co.,Ltd. (Code: 8227, TSE Prime Market)
Name of representative:	Iichiro Takahashi, Representative Director, President and Executive Officer
Inquiries:	Yoshiteru Tsujiguchi, Director ＆ Executive Officer (TEL:+81-48-631-2111)

Notice Concerning Change in a Specified Subsidiary

SHIMAMURA Co.,Ltd. (the “Company”) has resolved, at a meeting of the Board of Directors held on August 31, 2026, to increase capital in the Company’s wholly owned subsidiary, Taiwan Shimamura Co., Ltd. We hereby announce that, as a result of this capital increase, the share capital of Taiwan Shimamura Co., Ltd., is equal to or exceeds 10% of the Company's share capital, which qualifies it as a specified subsidiary.

1. Reason for the change

   Taiwan Shimamura Co., Ltd. will increase its capital by 970 million TWD to secure strategic investment funds to further expand its market share for long-term growth.

2. Overview of the subsidiary subject to the change

(1) Name	Taiwan Shimamura Co., Ltd.		
(2) Location	Taoyuan City, Taiwan		
(3) Job title and name of representative	Tsuyoki Saito, Chairperson		
(4) Description of business	Clothing sales		
(5) Share capital	Before capital increase: 100 million TWD After capital increase: 1.07 billion TWD		
(6) Date of Establishment	October 1997		
(7) Major shareholders and shareholding ratios	The Company 100%		
(8) Relationship between the listed company and the company concerned	Capital relationship	We have a 100% stake in the company concerned.	
	Personnel relationship	We have executive officers and employees on secondment to the company concerned.	
	Business relationship	There is no business relationship to be stated.	
(9) Financial position and operating results for the last three years			
As of / Fiscal year ended	February 2024	February 2025	February 2026
Net assets	(234 million) TWD	(177 million) TWD	(86 million) TWD
Total assets	902 million TWD	1,049 million TWD	1,211 million TWD
Net assets per share	(23) TWD	(17) TWD	(8) TWD
Net sales	1,685 million TWD	1,907 million TWD	2,104 million TWD
Operating profit	76 million TWD	105 million TWD	138 million TWD
Ordinary profit	60 million TWD	85 million TWD	121 million TWD
Profit	45 million TWD	58 million TWD	93 million TWD
Profit per share	4 TWD	5 TWD	9 TWD
Dividend per share	-	-	-

Note: 1 TWD = 4.91 JPY (as of August 20, 2026)

3. Schedule of the change
   October 2026 (scheduled)

4. Future outlook
   There is no impact on consolidated business results from the change in a specified subsidiary.