

March 28, 2023

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 (Securities code: 2918, Tokyo Stock Exchange, Prime Market)  
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 Officer  
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## Notice Regarding Business Expansion into the Midwest Area of the U.S.

Warabeya Nichiyo Holdings Co., Ltd. (hereinafter the “Company”) has decided today to expand its business into the Midwest area of the U.S. through its consolidated subsidiary WARABEYA TEXAS, INC. (hereinafter “WARABEYA TEXAS”) as follows.

### 1. Overview of Business Expansion

The Group is working on various initiatives in order to respond to changes in the external environment and realize sustainable growth. In its main domestic food products business, the Group is working to further improve profitability with various measures, such as rebuilding its production system, and grow its business by taking on challenges in new product categories, etc. On the other hand, in the overseas food products business, which is positioned as a growth area, the Group has developed business for 7-Eleven in Hawaii (WARABEYA U.S.A., INC.) and Texas (WARABEYA TEXAS) in the U.S. Furthermore, the Group is carrying out various measures for the growth of overseas business, such as planning to begin operation of a new plant in Virginia (WARABEYA TEXAS) this August.

As part of the above initiatives, WARABEYA TEXAS has been selected as a business partner to enhance fresh food business in the Midwest area through 7-Eleven, Inc., which carries out the 7-Eleven business in the continental U.S. As a result, the Group has decided to construct a new plant in the area around Ohio, and supply products to 7-Eleven and Speedway stores in the area.

WARABEYA TEXAS will be renamed to “WARABEYA NORTH AMERICA, INC.” on April 1, 2023.

### 2. Outline of the New Plant (Planned)

(1) Location	Area around Ohio
(2) Floor area	140,000 sqf (Approximately 13,000 m <sup>2</sup> )
(3) Total investments	Approximately \$81.5 million (Approximately ¥11.0 billion) (Land and buildings will be leased)
(4) Type of structure	One-story, steel-frame building
(5) Main equipment	Production equipment (cooking, topping equipment, refrigeration / freezing equipment, etc.) and cooling, electricity, wastewater treatment equipment
(6) Areas to supply	Midwest area of the U.S., primarily Ohio
(7) Estimated no. of stores to supply	Approximately 2,500 stores (of which, approximately 1,000 Speedway stores)
(8) Financing plan	Own funds and borrowings
(9) Start of operations	December 2024
(10) Items to manufacture	Cooked bread, light meals, etc.

### 3. Future Outlook

Although the impact on the consolidated financial results for the fiscal year ending February 29, 2024 will be immaterial, the Company has determined that this plant will contribute to improved financial results over the medium to long term.

Note: This English translation is provided solely for information purposes. Should there be any discrepancies between this translation and the Japanese original, the latter shall prevail.