



February 6, 2023

Company Name: House Foods Group Inc.
 Representative: Hiroshi Urakami, President
 (Securities Code: 2810, TSE Prime Market)
 Contact: Nobuhide Nakagawa, General Manager of
 Public & Investor Relations Division
 (Tel: +81-3-5211-6039)

(Additional Disclosure) Notice Concerning Change in Specified Subsidiary

House Foods Group Inc. (hereinafter, the “Company”) hereby announces that, in accordance with the resolution adopted at a meeting of the Company’s Board of Directors held on September 16, 2022 to make Keystone Natural Holdings, LLC (Headquartered in Pennsylvania, USA; President & CEO: Kenny Sung; hereinafter, “Keystone”), a US producer of tofu and plant based food products, a wholly owned subsidiary of House Foods Holding USA, Inc. (Headquartered in California, USA; President: Tatsumi Yamaguchi), a consolidated subsidiary of the Company (the “Acquisition”), the equity interest transfer was implemented on September 30, 2022. As a result of the Acquisition, Nature Soy, LLC (Headquartered in Pennsylvania, USA; President & CEO: Kenny Sung; hereinafter, “Nature Soy”), a wholly owned subsidiary of Keystone, is incorporated in the House Foods Group’s consolidated accounting. After the Acquisition, the Company realized that, during the process of incorporating Nature Soy’s finances for the first time in the settlement of consolidated accounts for the first nine months of the fiscal year ending March 31, 2023, the total amount of contribution of Nature Soy represented more than 10/100 of the amount of the Company’s stated capital, thereby making Nature Soy a specified subsidiary of the Company as of January 23, 2023. Details are as follows.

We would like to offer sincere apologies for the delay in disclosure about this matter.

1. Reasons for Changes

As a result of the Acquisition, Nature Soy, a wholly owned subsidiary of Keystone, falls under a specified subsidiary of the Company because the total amount of contribution of Nature Soy represented more than 10/100 of the amount of the Company’s stated capital.

2. Outline of change in status of specified subsidiary

(1) Name	Nature Soy, LLC	
(2) Address	713 N 10th Street Philadelphia, Pennsylvania 19123	
(3) Name and title of representative	Kenny Sung, President & CEO	
(4) Business description	Production and distribution of tofu and PBF	
(5) Total capital contribution	26,175 thousand USD (as of September 30, 2022)	
(6) Established	April 22, 2016	
(7) Major shareholder and shareholding ratio	Keystone Natural Holdings, LLC 100.00%	
(8) Relationships with the Company	Capital relationship	Not applicable.
	Personal relationship	Not applicable.
	Business relationship	There are no business relationships to be described.

(9) Operating results and financial position of this company for the past two years		
Fiscal year	Fiscal year ended December 31, 2020	Fiscal year ended December 31, 2021
Net assets (thousand USD)	22,223	18,638
Total assets (thousand USD)	55,481	50,165
Net sales (thousand USD)	36,070	46,131
Operating profit (thousand USD)	(2,567)	(2,468)
Net profit (thousand USD)	(2,953)	(3,589)

* Operating results and financial position of Nature Soy for the fiscal year ended December 31, 2019 are not stated in this document because the information was not disclosed. The financial figures above were prepared in conformity with U.S.GAAP and were audited by independent auditors.

3. Date of change in status of specified subsidiary

September 30, 2022

4. Future outlook

The consolidated business performance forecast for the fiscal year ending March 31, 2023 remains unchanged from the business performance forecast announced on November 8, 2022.