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July 31, 2025

To whom it may concern,

Company name: **HIRAKAWA HEWTECH CORP.**
 Name of representative: **CEO Yuichi Shino**

(Code No. 5821, TSE Prime Market)

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Notice Concerning Extraordinary Income (Gain on Bargain Purchase) and Revision to Full-Year Consolidated Earnings Forecast

HIRAKAWA HEWTECH CORP. (the “Company”) hereby announces that it recorded extraordinary income (gain on bargain purchase) during the first quarter of the fiscal year ending March 31, 2026.

Accordingly, the Company has revised the full-year consolidated earnings forecast for the fiscal year ending March 31, 2026 (from April 1, 2025 to March 31, 2026), disclosed on May 9, 2025, as follows.

1. Recording of Extraordinary Income (Gain on Bargain Purchase)

As stated in the “Notice Concerning Acquisition of Shares of Yoshinogawa Electric Wire & Cable Co., Ltd. (Making Yoshinogawa Electric Wire & Cable Co., Ltd. a Subsidiary)” disclosed on March 28, 2025, the Company acquired shares of Yoshinogawa Electric Wire & Cable Co., Ltd. and made Yoshinogawa Electric Wire & Cable Co., Ltd. its subsidiary on June 2, 2025 (deemed acquisition date: June 30, 2025). As a result, the Company recorded a gain on bargain purchase of 443 million yen as extraordinary income at the end of the first quarter of the fiscal year ending March 31, 2026. The amount of gain on bargain purchase is the amount calculated provisionally because the allocation of acquisition cost had not been completed at the end of the first quarter of the fiscal year ending March 31, 2026.

2. Revision to Consolidated Earnings Forecast

Revision to full-year consolidated earnings forecasts for the fiscal year ending March 31, 2026 (April 1, 2025 to March 31, 2026)

	Net sales	Operating profit	Ordinary profit	Profit attributable to owners of parent	Basic earnings per share
	Millions of yen	Millions of yen	Millions of yen	Millions of yen	Yen
Previously announced forecast (A)	35,000	3,000	3,100	2,300	155.94
New forecast (B)	35,000	3,000	3,100	2,700	183.06
Change (B-A)	0	0	0	400	-
Change (%)	-	-	-	17.4	-
(Reference) Actual results for the previous fiscal year (Fiscal year ended March 31, 2025)	30,802	2,267	2,557	2,026	137.36

3. Reason for Revision

As the gain on bargain purchase due to the acquisition of common stock of Yoshinogawa Electric Wire & Cable Co., Ltd. is expected to exceed the amount factored in the previous forecast, the Company has revised its full-year consolidated earnings forecast.

The full-year average foreign exchange rate and copper base price, which serve as the basis for the new forecast, have not changed from the previous forecast.

There is no change in the year-end dividend forecast from the previous announcement.

(Note) The forecasts are based on information available as of the date of the announcement. Actual results may differ from the forecasts due to various factors in the future.