

## **Notice of Recording Extraordinary Losses (Consolidated, Non-Consolidated)**

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Unipres Corporation hereby announces that it has recorded an extraordinary loss for the fiscal year ended March 31, 2025. The details are given below.

### **1. Details of Extraordinary Losses**

#### **(1) Impairment Loss (Consolidated, Non-Consolidated)**

Among the fixed assets held by Unipres Corporation and the Unipres Group, certain business assets were examined on their future recoverability in light of factors such as sluggish sales experienced by customers. As a result, impairment losses of 24,176 million yen was recorded in the fourth quarter of the fiscal year ended March 31, 2025.

By reportable segment, this breaks down to 3,356 million yen for the Japan segment, 2,851 million yen for the Americas segment, and 17,968 million yen for the China segment. The impairment losses of 3,356 million yen for the Japan segment represents the impairment loss on fixed assets owned by Unipres Corporation.

Furthermore, the consolidated statements of income for the impairment losses of 17,968 million yen for the China segment is recorded as part of the loss on liquidation of business detailed below.

#### **(2) Loss on Liquidation of Business (Consolidated)**

In the fourth quarter of the fiscal year ended March 31, 2025, costs as well as a loss of 21,681 million yen arising from production system reorganization in the China segment have been recorded as loss on liquidation of business. The breakdown is as follows: 17,968 million yen as impairment losses on fixed assets, 1,613 million yen as provision of allowance for doubtful accounts related to loans to affiliates, 1,028 million yen as an early retirement bonus to employees, 887 million yen as loss on valuation of stocks of subsidiaries and associates, and 182 million yen as loss on valuation of inventories.

#### **(3) Loss on Valuation of Stocks of Subsidiaries and Associates (Non-Consolidated)**

Out of the shares of subsidiaries and associates held by Unipres Corporation, the shares of UNIPRES ALABAMA, INC., a consolidated subsidiary, have declined in actual value compared to their book value. After conservative estimates of the subsidiary's immediate profitability including the impact of rising interest rates, it was judged that considerable time will be required for the actual value of the shares to recover. Therefore, a loss on valuation of stocks of subsidiaries and associates of 1,519 million yen was recorded.

As the loss on valuation of stocks of subsidiaries and associates is recorded in the non-consolidated settlement and is eliminated in the consolidated settlement, there is no impact on consolidated results.

## 2. Impact on Business Results

The extraordinary loss described above is reflected in “Summary of Consolidated Financial Results of FY2024 Ended March 31, 2025” released today.