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September 2, 2025

Company name: H-ONE CO., LTD.
Name of representative: Seiki Mayumi,
Representative Director,
President and Chief Executive
Officer
(Securities code: 5989; TSE Prime
Market)
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Notice Regarding Dissolution and Liquidation of a Consolidated Subsidiary(sub-subsidiary) in China

H-ONE CO., LTD. (the “Company”) hereby announces that, at the Board of Directors meeting held today, the Company resolved to dissolve and liquidate ZH Auto Parts Industries Inc. (hereinafter "Z-Hapii"), a consolidated subsidiary (sub-subsidiary), as detailed below.

1. Reason for dissolution

Z-Hapii is based in Guangdong Province, China, and manufactures and sells automotive parts for local EV manufacturers. The automotive industry in China is undergoing rapid change, and as part of our policy to respond quickly and flexibly to these changes and further enhance our local competitiveness, we are proceeding with a transformation of our business structure. As part of this, we have decided to dissolve and liquidate Z-Hapii with the aim of promoting the efficiency of management resources by transferring the company's functions to GH Auto Parts Industries Inc., which is also located in Guangdong Province, and improving the profitability of our China business.

2. Outline of the subsidiary to be dissolved

(1) Trade name	ZH Auto Parts Industries Inc.
(2) Location	Zhaoqing City, Guangdong Province, China
(3) Representative	Kenichi Miyamura, Chairman
(4) Business	Manufacture and sale of automobile parts, etc.
(5) Share capital	50million RMB 1 billion yen Reference rate: 1 RMB = 20 yen
(6) Date of establishment	January 2022
(7) Major shareholders and shareholding ratio	GH Auto Parts Industries Inc. 100%

(8) Relationship between the listed company and the company	Capital relationship	It is a wholly owned subsidiary of GH Auto Parts Industries Inc., a consolidated subsidiary of the company.	
	Human relationship	The Company has dispatched officers to the company.	
	Business relationship	There is no business relationship	
	Related party relationship	Z-Hapii is a consolidated subsidiary of the Company and falls under the definition of a related party.	
(9) Business performance and financial position of Z-Hapii for the past three years			
Accounting period	Fiscal year ended December 31,2022	Fiscal year ended December 31,2023	Fiscal year ended December 31,2024
Net asset	49,124 thousand RMB 982 million yen	48,952 thousand RMB 979 million yen	48,194 thousand RMB 964 million yen
Total asset	134,928 thousand RMB 2,699 million yen	183,800 thousand RMB 3,676 million yen	57,573 thousand RMB 1,151 million yen
Sales	60,590 thousand RMB 1,212 million yen	47,283 thousand RMB 946 million yen	22,529 thousand RMB 451 million yen
Profit before tax	(1,168) thousand RMB (23) million yen	132 thousand RMB 3 million yen	(553) thousand RMB (11) million yen
Net profit	(876) thousand RMB (18) million yen	(172) thousand RMB (3) million yen	(758) thousand RMB (15) million yen

Note: Reference rate 1 RMB = 20.00 yen.

3. Schedule of dissolution

We will promptly begin dissolution procedures, and once all necessary procedures have been completed in accordance with local laws and regulations, we plan to complete the liquidation process in February 2026.

4. Future outlook

We expect the impact on our consolidated financial results for the fiscal year ending March 31, 2026 to be minor. If we determine that any events that affect our financial results occur, based on future progress, we will promptly notify.