March 30, 2026

Company name: SHIMA SEIKI MFG., LTD.
Representative: Mitsuhiro Shima, President
(Securities code: 6222, TSE Prime Market)
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Notice Concerning the Recognition of Extraordinary Income from the Sale of Investment Securities and the Expected Recognition of an Extraordinary Loss Due to a Valuation Loss on Investment Securities

SHIMA SEIKI MFG., LTD. (the "Company") hereby announces that the sale of investment securities has been completed regarding the press release "Notice Concerning Revision to Full-year Financial Results Forecast and Expected Recognition of Extraordinary Income from Sale of Investment Securities" announced on January 30, 2026. The details are described below.

The company would also like to announce that the company expects to record a loss on the valuation of investment securities (extraordinary loss).

(1) Details of gain on sale of investment securities (extraordinary income)

[1] Investment securities sold	One listed security held by the Company
[2] Period of gain on sale	March 2026
[3] Gain on sale of investment securities	1,229 million yen

* Due to fluctuations in the share price of the relevant stock, the gain on sale of investment securities has decreased by 20 million yen from the estimated amount of 1,250 million yen disclosed on January 30, 2026.

(2) Details of loss on the valuation of investment securities (extraordinary loss)

With respect to a portion of the investment securities (unlisted shares) held by the Company, since the actual value declined significantly compared with the acquisition cost, the Company expects to record a valuation loss on investment securities of 500 million yen as an extraordinary loss in the fourth quarter of the fiscal year ending March 2026.

This matter was not anticipated at the time of our previous announcement; this decision was made in light of recent developments.

(3) Impact on financial results

The Company is currently assessing the impact of this matter on its full-year financial results for the fiscal year ending March 31, 2026, taking into account other factors as well. If the Company determines that a revision to its earnings forecast is necessary, it will announce it promptly.