

DATE: March 19, 2026

Company name: JTEKT Corporation
Stock exchange listing: Tokyo, Nagoya
Stock code: 6473
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**Notice Concerning Recording of
Other Expenses / Non-Operating Expenses / Extraordinary Losses
and Revisions to Full-Year Financial Result Forecasts**

JTEKT Corporation (the “Company”) expects to record other expenses in its consolidated financial results and non-operating expenses as well as extraordinary losses in its non-consolidated financial results for the fiscal year ending March 31, 2026, as described below.

In addition, in light of recent business trends, the Company hereby announces that it has revised its consolidated financial result forecasts for the fiscal year ending March 31, 2026, which were previously announced on February 3, 2026, as described below.

1. Recording of Other Expenses / Non-Operating Expenses / Extraordinary Losses

(1) Consolidated financial results

- Losses from the transfer of automotive business for European OEMs

As a result of a detailed review of the impact on business performance arising from the transfer of its automotive business for European OEMs, including all shares of its seven consolidated subsidiaries engaged in the manufacture and sale of automotive components, as described in the “Notice Concerning Basic Agreement on the Transfer of the European Automotive Business” dated February 27, 2026, the Company expects to record losses related to the Transaction of 24.4 billion yen as other expenses in its consolidated financial results for the fiscal year ending March 31, 2026.

(2) Non-consolidated financial results

- Allowance for doubtful accounts

Due to the deterioration in the financial condition of its European subsidiaries, the Company expects to record an allowance for doubtful accounts related to loans to such subsidiaries in the amount of 28.6 billion yen as non-operating expenses in its non-consolidated financial results for the fiscal year ending March 31, 2026. As these subsidiaries are consolidated subsidiaries of the Company, there will be no impact on the consolidated financial results.

- Losses from the transfer of automotive business for European OEMs

As a result of a detailed review of the impact on business performance arising from the transfer of its automotive business for European OEMs, including all shares of its seven consolidated subsidiaries engaged in the manufacture and sale of automotive components, as described in the “Notice Concerning Basic Agreement on the Transfer of the European Automotive Business” dated February 27, 2026, the Company expects to record losses related to the Transaction of 32.2 billion yen as extraordinary losses in its non-consolidated financial results for the fiscal year ending March 31, 2026.

2. Revisions to Full-Year Financial Result Forecasts

Revisions to consolidated financial result forecasts for the fiscal year ending March 31, 2026
(April 1, 2025 through March 31, 2026)

	Revenue	Business profit	Operating profit	Profit before income taxes	Profit attributable to owners of the parent company	Basic earnings per share
	Millions of yen	Millions of yen	Millions of yen	Millions of yen	Millions of yen	Yen
Previously announced forecasts (A)	1,880,000	65,000	55,000	55,000	25,000	78.54
Revised forecasts (B)	1,880,000	68,000	22,000	22,000	10,000	31.41
Change (B-A)	0	3,000	(33,000)	(33,000)	(15,000)	
Change (%)	0.0	4.6	(60.0)	(60.0)	(60.0)	
(Reference) Actual consolidated results for the previous fiscal year ended March 31, 2025	1,884,397	64,938	38,452	30,876	13,713	40.36

- * 1 "Business profit" is a profit that measures business performance established in accordance with the introduction of IFRS, and is equivalent to operating income under Japanese GAAP, which is calculated by deducting "Cost of revenue" and "Selling, general and administrative expenses" from "Revenue".
- 2 The above forecasts are based on information available as of the publication date of this document, and actual results may differ from the forecasts due to various factors in the future.

Reason for revision

Based on the business performance through February 2026, as well as recent market conditions, business profit is expected to exceed the previous forecast. However, mainly due to the expected occurrence of losses associated with the transfer of automotive business for European OEMs, including business restructuring costs in Europe, operating profit, profit before income tax, and profit attributable to owners of the parent are expected to fall below the previous forecast.