



July 8, 2025

To All

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## Notice regarding the recording of extraordinary losses and revisions of earnings forecasts

We would like to announce that we will record an extraordinary loss for the consolidated fiscal year ending March 2026, and revise the business performance forecast announced on May 14, 2025 as follows.

### 1. Recording of extraordinary losses

As announced in the “Notice Concerning Receipt of a notice of hearing of opinions from the Japan Fair Trade Commission” dated June 30, 2025, we and Nippon Trex Co., Ltd., our subsidiary (hereinafter, “Both Companies”) received a notice of hearing of opinions from the Japan Fair Trade Commission regarding a cease and desist order (draft) and surcharge payment order (draft) under the Act on Prohibition of Private Monopolization and Maintenance of Fair Trade (hereinafter, the “Notice of Hearing”). As a result, based on current estimates, we have recorded an extraordinary loss of 5,925,530 thousand yen in the first quarter of the fiscal year ending March 2026 as a provision for losses related to said Act. The amount is our estimate based on the surcharge payment order (draft) we received and may change in accordance with future progress.

Both Companies will carefully review and confirm the contents of the Notice of Hearing, and upon receiving an explanation from the Commission, will carefully consider how to respond to this matter.

## 2. Revisions of earnings forecast

Revision of the consolidated earnings forecast for the fiscal year ending March 2026  
(April 1, 2025–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
Previous forecast (A)	168,000	9,600	9,500	6,500	169.18
Revised forecast (B)	168,000	9,600	9,500	2,645	90.91
Change (B-A)	0	0	0	(3,855)	
Percentage change (%)	0.0	0.0	0.0	(59.3)	
(Reference) Results for the previous period (Fiscal year ended March 2025)	140,449	6,656	6,890	5,820	151.74

### Reason for revision

In addition to recording the extraordinary loss described in “Extraordinary loss” above, as announced today (July 8, 2025) in the “Notice Concerning Sale of Investment Securities and Expected Recording of Extraordinary Profit (Gain on Sale of Investment Securities),” our Board of Directors decided at a meeting held today to sell a portion of our investment securities, and as a result we expect to record extraordinary profit (gain on the sale of investment securities) for the consolidated fiscal year ending March 2026.

In light of the above and other information currently available, we have revised the earnings forecast announced on May 14, 2025, as detailed above.

## 3. Dividend forecast

There is no change to the previous forecast of 140 yen per share (including an interim dividend of 70 yen) for the annual dividend for the fiscal year ending March 2026.

### [Reference]

With a primary focus on achieving both sustainable growth and increasing corporate value, we are continuously working to enhance shareholder returns in order to increase shareholder satisfaction while also improving capital efficiency and properly controlling equity capital. Our basic policy is to return profits to shareholders through stable, high level dividends.

With regard to the shareholder return policy in the medium-term management plan (fiscal years ending March 2026–March 2028), we aim to increase share value by paying stable dividends totaling at least 15,000,000 thousand yen and have a Dividend on Equity (DOE) of 4% or more over the three-year period.

\*The earnings forecast and other forward-looking statements in this document are based on information available as of the date of this announcement, and the actual earning value may differ from the forecast due to various future factors.