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Date: September 28, 2026

Company Name: Akebono Brake Industry Co., Ltd.
Representative: Hiroshi Nagaoka, President & CEO
(Securities Code: 7238; TSE Prime Market)

**Announcement Regarding Completion of Change in Consolidated Subsidiary
(Transfer of Equity Interests and Third-Party Capital Increase)**

As disclosed in the “Announcement Regarding Change in Consolidated Subsidiary (Transfer of Equity Interests and Third-Party Capital Increase) and Recording of Extraordinary Income” dated April 17, 2026 (hereinafter, the “April 17 Disclosure”), Akebono Brake Industry Co., Ltd. (the “Company”) announced its plan to transfer a portion of its equity interests in Akebono Corporation (Guangzhou) (“ACG”), the Company’s consolidated subsidiary in China, to its joint venture partner, Fujiwa Machinery Industry (Kunshan) Co., Ltd., and for ACG to implement a third-party capital increase through an allotment to Kunshan Technical Automotive Center Co., Ltd. (collectively, the “Transaction”).

The registration procedures relating to the transfer of equity interests were completed on July 2, 2026, and ACG implemented the Third-Party Capital Increase through an allotment to Kunshan Technical Automotive Center Co., Ltd. on September 21. Following the completion on September 25, 2026 of the settlement procedures relating to the transfer of equity interests, the Transaction has been completed.

As announced in the April 17 Disclosure, the Company expects, as a result of the Transaction, to record Gain on sales of investments in capital of subsidiaries and associates as extraordinary income of approximately 0.3 billion yen in its consolidated financial statements and approximately 1.0 billion yen in its non-consolidated financial statements for the fiscal year ending March 31, 2027, respectively.

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