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Notice Regarding Differences between Consolidated Earnings Forecasts for the Fiscal Year Ended March 31, 2025 and Actual Results for the Same Period

We hereby announce that a discrepancy has arisen between the full-year consolidated earnings forecast for the fiscal year ending March 31, 2025 (April 1, 2024 – March 31, 2025), which was announced on February 13, 2025, and the actual results released today, as detailed below.

1. Revision to earnings forecast:

Differences between earnings forecasts and actual results.

	Net sales	Operating income	Ordinary income	Profit attributable to owners of parent	Net income per share
	million yen	million yen	million yen	million yen	yen
Previous forecasts (A)	52,500	1,500	2,100	△ 4,200	△ 358.32
Actual results (B)	52,932	903	1,401	△ 6,033	△ 514.48
Difference (B)－(A)	432	△ 597	△ 699	△ 1,833	
Difference (in %)	0.8	△ 39.8	△ 33.2	—	
Ref. Previous term's results (FY ended Mar.31, 2024)	57,498	1,654	2,575	4,235	361.49

2. Reasons for the differences:

While net sales were approximately in line with the previously announced forecast, both operating profit and ordinary profit fell short of expectations. This was primarily due to increased costs associated with the proactive development and production of prototype models aimed at strengthening future competitiveness, as well as higher costs resulting from inventory price adjustments carried out as part of inventory optimization efforts.

In addition, profit attributable to owners of parent also fell below the previous forecast. This was mainly due to the reassessment of receivables associated with the dissolution and liquidation of two subsidiaries in China, as previously

disclosed, and the impact of foreign exchange fluctuations.

As outlined above, the consolidated financial results for the fiscal year were temporarily affected. However, the loss resulting from the liquidation of the two chinese subsidiaries is considered a one-time expense. Accordingly, we believe that consolidated earnings and capital efficiency will improve from the next fiscal year onward.

*The forward-looking statements, including earnings forecasts contained in this document, are based on information currently available and assumptions deemed reasonable by the company. Actual results may differ due to various factors.

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