

Disclaimer: This document is an English translation of the original Japanese document and has been prepared for reference purposes only. In the event of any discrepancy between the English translation and the original Japanese document, the latter shall prevail.



May 14, 2025

Company name: KATO WORKS CO., LTD.
Representative: Kimiyasu Kato,
President and Representative Director
(Code number: 6390)
Contact: Hidetada Yanagihara,
Executive Officer and General Manager,
Finance Control Department
(Phone: +81-3-3458-1130)

Notice Regarding Recording of an Extraordinary Loss (Loss on valuation of shares in subsidiaries) in Non-Consolidated Financial Results

We hereby announce that we have recorded an extraordinary loss (loss on valuation of shares in subsidiaries) in the non-consolidated financial results of fiscal year ending March 31, 2025 as shown below.

1. Recording of loss on Valuation of Shares of Subsidiaries in Individual Settlements:

We announced on November 8, 2024, the decision to dissolve and liquidate KATO (CHINA) LTD., a consolidated subsidiary of our company. As a result, we recorded an extraordinary loss of ¥1.484 billion in valuation loss on shares of the said subsidiary in the non-consolidated financial results for the fiscal year ending March 31, 2025.

2. Influence on consolidated performance:

The loss on devaluation of shares of subsidiaries is recorded only in our non-consolidated financial statements and is eliminated in the consolidated financial statements, so there is no impact on the consolidated financial results.

End