



May 12, 2025

Company name: Sanoh Industrial Co., Ltd.
Representative: Genya Takeda, Director & President
(Code No: 6584)
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Recognition of Extraordinary Loss (Impairment Loss)

We hereby announce that the Company has recognized an extraordinary loss on account of impairment as outlined below.

1. Reason for and Details of the Impairment Loss

In light of deteriorating business performance at overseas subsidiaries, primarily in China, the Company has concluded that it is appropriate to adopt a more rigorous and conservative outlook for future earnings projections. Accordingly, an impairment loss of JPY 1.299 billion has been recognized and recorded as an extraordinary loss.

2. Future Outlook

This impairment loss has already been incorporated into the full-year consolidated earnings forecast for the fiscal year ended March 31, 2025, as disclosed in the *'Notice Regarding the Revision of the Consolidated Full-Year Earnings Forecast for the Fiscal Year Ending March 31, 2025'* dated February 7, 2025.

Additionally, as disclosed in today's *'Notice Regarding Differences Between Consolidated Forecast and Actual Results, and Year-over-Year Standalone Actual Results'*, net income exceeded the previously announced forecast, partly due to impairment loss being lower than originally anticipated.