

May 12, 2026

**Notice Concerning Recording of Extraordinary Losses (Consolidated, Non-Consolidated) and Differences Between Non-Consolidated Financial Results for FY2025 and the Previous Fiscal Year**

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Unipres Corporation hereby announces that it has recorded extraordinary losses for the fiscal year ended March 31, 2026. The details are given below. We also announce differences between the non-consolidated financial results for FY2025 ended March 31, 2026, released today, and those for the previous fiscal year, as also detailed below. As Unipres Corporation has not announced non-consolidated financial forecasts for FY2025 ended March 31, 2026, the comparison is with the actual results for the previous fiscal year.

1. Details of Extraordinary Losses

(1) Impairment Loss (Consolidated, Non-Consolidated)

Among the fixed assets held by Unipres Corporation and the Unipres Group, certain business assets and other assets were examined on their future recoverability in light of factors such as sluggish sales experienced by customers. As a result, impairment losses of 14,766 million yen were recorded in the consolidated financial results for the fiscal year ended March 31, 2026.

By reportable segment, this breaks down to 4,414 million yen for the Japan segment, 7,139 million yen for the Europe segment, and 3,213 million yen for the Asia segment. The impairment loss of 4,414 million yen for the Japan segment represents the impairment loss on fixed assets owned by Unipres Corporation.

Furthermore, of the Asia segment, impairment losses of 3,207 million yen for the China segment are recorded as part of the loss on liquidation of business detailed below on the consolidated statements of income.

(2) Loss on Liquidation of Business (Consolidated)

In the consolidated financial results for the fiscal year ended March 31, 2026, costs as well as a loss of 7,528 million yen arising from production system restructuring in the China segment have been recorded as loss on liquidation of business. The breakdown is as follows: 3,215 million yen as an early retirement bonus to employees, 3,207 million yen as impairment loss on fixed and other assets, 712 million yen as provision of allowance for doubtful accounts related to loans to affiliates, and 392 million yen as loss on valuation of inventories.

(3) Loss on Valuation of Stocks of Subsidiaries and Associates (Non-Consolidated)

Out of the shares of subsidiaries and associates held by Unipres Corporation, the shares of UM Corporation, SAS, a consolidated subsidiary, have declined in actual value compared to their book value. After conservative estimates of the subsidiary's immediate profitability, it was judged that considerable time will be required for the actual value of the shares to recover. Therefore, a loss on valuation of stocks of subsidiaries and associates of 1,551 million yen was recorded.

As the loss on valuation of stocks of subsidiaries and associates is recorded in the non-consolidated settlement and is eliminated in the consolidated settlement, there is no impact on consolidated results.

2. Impact on Business Results

The extraordinary losses described above are reflected in “Summary of Consolidated Financial Results of FY2025 Ended March 31, 2026 [Japan GAAP]” released today.

3. Differences Between Non-Consolidated Financial Results for the Full Year and the Previous Fiscal Year

(1) Differences Between Non-Consolidated Financial Results for FY2025 Ended March 31, 2026 and the Previous Fiscal Year

(April 1, 2025 through March 31, 2026)

	Sales (Millions of yen)	Operating income (Millions of yen)	Ordinary income (Millions of yen)	Net income attributable to owners of parent (Millions of yen)	Net income per share (yen)
Financial results of FY 2024 ended March 31, 2025 (A)	111,469	(954)	4,634	(2,312)	(51.87)
Financial results of FY 2025 ended March 31, 2026 (B)	103,606	1,698	7,682	129	2.91
Change (B - A)	(7,862)	2,652	3,048	2,441	
Percentage change (%)	(7.1)	—	65.8	—	

(2) Reasons for Year-on-Year Differences in Non-Consolidated Financial Results

Net sales fell short of the previous fiscal year’s results due in part to reductions in customers’ production units.

On the other hand, both operating income and ordinary income significantly exceeded the previous fiscal year’s results owing in part to recording transfer pricing tax adjustments incurred between Unipres Corporation and its US subsidiaries based on the Mutual Agreement Procedure between the United States and Japan.

Turning to net income, while extraordinary losses increased due to the recording of impairment losses on fixed assets in our car body pressing and precision pressing businesses, net income for FY2025 significantly exceeded the previous fiscal year’s results and turned to profit, thanks to the significant increase in ordinary income.