Jan 8, 2026

Company name : Kumagai Gumi Co., Ltd.
Representative : Shin Ueda, President
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Notice Concerning Results of Partial Sale of Shares in Sumitomo Forestry Co., Ltd. and Recording of Extraordinary Income (Gain on Sale of Investment Securities)

As announced in the "Notice of Change to Shareholding Ratios of Sumitomo Forestry Co., Ltd. and Kumagai Gumi Co., Ltd." and the "Notice of Recording of Extraordinary Income (Gain on Sale of Investment Securities) and Revisions to Operating Results Forecast and Dividend Forecast" earlier today, Kumagai Gumi Co., Ltd. (the "Company") had expected to recognize an extraordinary gain following the sale of a portion of its common stock in Sumitomo Forestry Co., Ltd. The Company hereby announces that the said sale has been completed, and the amount of the extraordinary gain (gain on sale of investment securities) has been finalized as follows.

1. Details of shares sold
  (1) Number of shares sold 4,777,600 shares (0.8% of the total number of shares outstanding)
  (2) Number of shares held before the sale 15,592,500 (2.5% of the total number of shares outstanding)
  (3) Number of shares held after the sale 10,814,900 shares (1.7% of the total number of shares outstanding)
  (4) Buyer Securities firm (sales by a block trade through a securities firm)

*The percentage of the total number of shares outstanding is based on the figure stated by Sumitomo Forestry Co., Ltd. in its financial results for the third quarter of the fiscal year ending December 31, 2025 (record date of September 30, 2025).

2. Gain on sale of investment securities
  3,763 million yen

3. Impact on financial results

The gain on sale of investment securities (gain on sale of shares of subsidiaries and associates in non-consolidated financial statements) will be recorded as extraordinary income in the consolidated and non-consolidated financial results for the fourth quarter of the fiscal year ending March 31, 2026. While the full-year earnings forecast was announced today in the "Notice of Recording of Extraordinary Income (Gain on Sale of Investment Securities) and Revisions to Operating Results Forecast and Dividend Forecast," there are no revisions to the earnings forecast resulting from the finalization of the amount of the said extraordinary income.