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February 2, 2026

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Representative: Mikio Kobayashi
Representative Director, President
Securities code: 5444 (TSE Prime Market)
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Notice Regarding the Recording of Extraordinary Income (Gain on Sale of Investment Securities) and Revision to Earnings Forecast

YAMATO KOGYO CO., LTD. (the "Company") hereby announces that, at the Board of Directors meeting held today, it resolved to sell a portion of its investment securities and expects to record extraordinary income (gain on sales of investment securities), as outlined below.

Furthermore, based on the recording of the aforementioned extraordinary income and recent trends in business performance, the Company also hereby announces that it has revised its consolidated earnings forecast for the fiscal year ending March 31, 2026 (April 1, 2025 – March 31, 2026), which was previously announced on October 31, 2025.

1. Reason for the Sale of Investment Securities
The Company will implement the sale in order to improve capital efficiency.

2. Details of the Sale of Investment Securities

(1) Securities to be Sold	Listed securities held by the Company
(2) Scheduled Timing of Sale	February to March 2026 (planned)
(3) Expected Gain on Sale of Investment Securities	Approximately 13.0 billion yen (estimated) The estimated amount is calculated based on the current market price of the relevant securities and is subject to change.

3. Revision of Consolidated Earnings Forecast for the fiscal year ending March 31, 2026(April 1, 2025 to March 31, 2026)

	Net Sales	Operating Profit	Ordinary Profit	Profit Attributable to Owners of the Parent	Earnings per Share
	Millions of yen	Millions of yen	Millions of yen	Millions of yen	Yen
Previous Forecast (A)	156,000	3,500	56,000	38,000	622.13
Revised Forecast (B)	161,000	4,000	60,000	53,000	878.54
Change (B-A)	5,000	500	4,000	15,000	
Percentage Change (%)	3.2%	14.3%	7.1%	39.5%	
(Reference) Previous results (The fiscal year ended March 31,2025)	168,268	11,493	54,402	31,833	502.51

4. Reason for the Revision

Looking ahead, in China, domestic demand has weakened further due to factors such as the real estate downturn and exports of low-priced steel products resulting from overproduction remain at high levels. As a result, the global slump in steel demand and the continued softness of steel market conditions are expected to linger. Demand for H-beams, the Group's main product, and other steel products used in civil engineering and construction remains generally lackluster, and intense price competition has continued with the exception of the U.S. business benefiting from strengthened U.S. government tariffs. In each of our locations, we will implement countermeasures against low-priced Chinese steel and will continue to strive to secure sales volume, maintain metal margins, and reduce costs.

Regarding the full-year earnings forecast, while there have been no material changes overall in the business environment compared with the previous forecast, the weakness of the yen has continued. As a result, we have revised our forecasts as follows: net sales of ¥161,000 million (up ¥5,000 million from the previous forecast), operating profit of ¥4,000 million (up ¥500 million), ordinary profit of ¥60,000 million (up ¥4,000 million). In addition, we have revised our forecast for profit attributable to owners of parent upward to ¥53,000 million (up ¥15,000 million), reflecting the recording of a gain on sale of investment securities (extraordinary income) of ¥13.0 billion in the fourth quarter of the fiscal year.

Note: The earnings forecast above is based on information currently available to the Company and certain assumptions deemed reasonable at this time. Actual results may differ significantly from the forecast due to various factors.