



(Securities Code 7616 TSE PRIME)

May 8, 2026

To whom it may concern,

Company	COLOWIDE Co., Ltd.
Representative	Kohei NOJIRI President and Representative Director
Inquiries	Akihisa ISHIKAWA Chief of Corporate Planning Department (TEL +81-45-274-5970)

**Notice on “Recognition on Extraordinary Losses and Income Tax Adjustments (Losses),
and Discrepancies Between Full-Year Earnings Forecast and Actual Results”
at a Consolidated Subsidiary**

We hereby announce that ATOM CORPORATION (Headquarters: Yokohama-shi; Representative: Takefumi Ueda, President and Representative Director), a consolidated subsidiary of our Company, has today issued a press release titled “Notice on Recognition of Extraordinary Losses, Income Tax Adjustments (Losses) and Discrepancies Between Full-Year Earnings Forecast and Actual Results,” as detailed in the attached document.

Please note that the impact of ATOM CORPORATION’s revised earnings forecast on our Company’s financial results is reflected in the “Consolidated Financial Results for the Fiscal Year Ended March 31, 2026 [Under IFRS]” disclosed today.

End

Note : This document has been translated from the Japanese original for reference purposes only. In the event of any discrepancy between this translated document and the Japanese original, the original shall prevail.



(Securities Code 7412 TSE STANDARD, NSE MAIN)

May 8, 2026

To whom it may concern,

Company	ATOM CORPORATION
Representative	Takefumi UEDA President and Representative Director
Inquiries	Shinichiro SATO Director and Chief of Administration Department (TEL +81-45-224-7390)

**Notice on Recognition of Extraordinary Losses, Income Tax Adjustments (Losses),
and Discrepancies Between Full-Year Earnings Forecast and Actual Results**

We hereby announce that we recorded extraordinary losses and income tax adjustments (losses) for the fourth quarter of the fiscal year ended March 2026. Additionally, we hereby announce that discrepancies have arisen between the full-year earnings forecast for the fiscal year ended March 2026, which was announced on February 10, 2026, and the actual results announced today.

Record

1. Recognition of extraordinary losses

To achieve fundamental improvements in profitability starting with the fiscal year ended March 2027, we recorded an impairment loss of 671 million yen (677 million yen on a cumulative basis) for 53 stores at the end of the current fiscal year.

Going forward, we plan to further strengthen our efforts to improve earnings by concentrating management resources on our restaurant business and aim to achieve a recovery in earnings. However, regarding non-current assets for which there is a risk regarding future recoverability, we have assessed their future recoverability in accordance with the “Accounting Standard for Impairment of Non-current Assets” and have decided to recognize an impairment loss for the current fiscal year.

2. Recognition of income tax adjustments (Losses)

Based on our financial results for the fiscal year ended March 2026 and our outlook for the future, we carefully assessed the recoverability of deferred tax assets and decided to reverse a portion of them. Consequently, we recorded 577 million yen (608 million yen on a cumulative basis) as income tax adjustments (losses) at the end of the current fiscal year.

3. Discrepancies between full-year earnings forecast and actual results

(1) Discrepancies between full-year earnings forecast for the fiscal year ended March 2026 and actual results

(From April 1, 2025 to March 31, 2026)

	Revenue	Operating profit	Ordinary profit	Profit	Basic earnings per share
	Million yen	Million yen	Million yen	Million yen	Yen
Previous earnings forecast (A)	30,090	(367)	(429)	(1,209)	(6.32)
Actual results (B)	30,408	25	(22)	(1,507)	(7.86)
Amount of change (B-A)	317	392	406	(297)	(1.54)
Rate of change (%)	1.1	-	-	-	
(Reference) Actual results in previous fiscal year (FY ended March 2025)	35,477	(670)	(643)	530	2.58

(2) Reasons for discrepancies

The primary reasons for the discrepancies between the actual results for the fiscal year ended March 2026 and the previous forecast is as follows: Regarding revenue, we exceeded the previous forecast because we successfully generated reasons for customers to visit and increased public interest by continuously implementing measures to raise brand awareness following a TV broadcast, in addition to holding seasonal promotions and revising our menu offerings to better suit regional characteristics.

As for operating profit and ordinary profit, in addition to the increase in revenue mentioned above, the reduction in selling, general, and administrative expenses—achieved through measures such as optimizing labor costs—contributed to results that exceeded the previous forecast.

On the other hand, regarding profit for the current period, based on our financial results and future outlook, we reversed a portion of our deferred tax assets and recorded 577 million yen (608 million yen on a cumulative basis) as losses from income tax adjustments for the current fiscal year; as a result, the figure fell short of our previous forecast.

End

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