

May 15, 2026

Company: ASAHI YUKIZAI CORPORATION
Representative: Kazuya Nakano, President & CEO
(Code: 4216; TSE Prime)
Contact: Shigeru Matsui,
Corporate Communications Department
TEL:+81-03-5826-8836

Notice Concerning the Recording of an Impairment Loss and Differences between the Full-Year Consolidated Financial Forecast and Results for the Fiscal Year Ended March 31, 2026

Asahi Yukizai Corporation hereby announces that it recorded an impairment loss for the fiscal year ended March 31, 2026 (from April 1, 2025 to March 31, 2026), and that differences arose between the full-year consolidated financial forecast for the fiscal year ended March 31, 2026 announced on January 30, 2026 and the results announced today, as described below.

1. Recording of an Impairment Loss

Based on the growth strategy of the Mid-Term Management Plan for FY2026–30 (GNT2030), the Company changed its asset grouping during the current fiscal year to units based on Strategic Business Unit (SBU) in order to better identify revenue structures, competitive advantages, and investment priorities from both product and regional perspectives. As a result of reviewing the recoverability of fixed assets for the pipe business within the Valve & Piping Systems Division, where profitability has declined due to factors such as the shrinking domestic PVC pipe market, the Company recorded an impairment loss of 1,975 million yen as an extraordinary loss for certain manufacturing facilities and shared assets related to the business, in accordance with the Accounting Standards for Impairment of Fixed Assets.

2. Differences between the Full-Year Consolidated Financial Forecast and Results

Differences between the full-year consolidated financial forecast and results for the fiscal year ended March 31, 2026 (from April 1, 2025 to March 31, 2026)

	Net Sales	Operating Profit	Ordinary Profit	Profit Attributable to Owners of Parent	Basic Earnings per Share
Previous forecast (A)	millions of yen 80,000	millions of yen 7,000	millions of yen 7,300	millions of yen 4,800	Yen 255.54
R e s u l t s (B)	80,081	7,579	7,956	3,326	177.05
D i f f e r e n c e (B - A)	+81	+579	+656	-1,474	
C h a n g e (%)	+0.1	+8.3	+9.0	-30.7	
(For reference) Previous year's results (Fiscal year ended March 31, 2025)	85,162	11,121	11,250	7,624	401.28

[Reasons for the Differences]

Operating profit and ordinary profit exceeded the previous forecast due to factors including expanded sales of high-value-added products in the foundry materials field of the Resin Business and the steady progress of government projects in the Water Treatment & Natural Resources Development Business.

On the other hand, profit attributable to owners of parent fell below the previous forecast due to the impairment loss recorded as described in Section 1 above.