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May 15, 2026

News Release

Company name: Kanto Denka Kogyo Co., Ltd.
Representative: Jun'ichi Hasegawa, President
(Securities code: 4047, TSE Prime Market)
Contact: Masanobu Shirokura, General Manager, Public Relations & Investor Relations Dept.
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Notice Concerning the Recording of Extraordinary Loss in Non-consolidated Financial Results

Kanto Denka Kogyo Co., Ltd. (hereafter, the "Company") hereby announces that it recorded an extraordinary loss in its non-consolidated basis for the fiscal year ended March 31 2026 as described below.

1. Recognition of loss on valuation of investments in capital of subsidiaries and associates in non-consolidated financial statements

As a result of considering the business performance and financial position of our consolidated subsidiaries, Xuancheng KDK Technology Co., Ltd. , the Company recorded an extraordinary loss of 2,395 million yen as a loss on valuation of investments in capital of subsidiaries and associates.

2. Impact on consolidated financial results

The above loss on valuation of investments in capital of subsidiaries and associates is recorded only in the Company's nonconsolidated financial statements and eliminated in the consolidated financial statements, so there is no impact on consolidated results.