



May 15, 2026

To Whom It May Concern:

Company name: SAN HOLDINGS, INC.

Representative name: Satoshi Harishima, President and
Representative Director

(Securities code: 9628, Prime Market, Tokyo Stock Exchange)

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Notice Regarding the Recording of Extraordinary Income (Gain on Negative Goodwill) and the Revision of Earnings Forecast

The Company hereby announces that it recorded extraordinary income (gain on negative goodwill) for the cumulative consolidated fourth quarter of the fiscal year ending August 2026 (from April 1, 2025 to March 31, 2026).

Furthermore, with respect to the full-year earnings forecast for the fiscal year ending August 2026 (from April 1, 2025 to August 31, 2026), which was announced on August 14, 2025, the Company has revised the forecast as set forth below, taking into account recent business performance trends.

1. Recording of Extraordinary Income (Gain on Negative Goodwill)

As announced in the “Notice Regarding the Conclusion of a Share Exchange Agreement (Simplified Share Exchange) for the Business Integration between SAN HOLDINGS, INC. and Cocolonet Co., LTD., and the Change in Subsidiaries of SAN HOLDINGS, INC.” disclosed on October 23, 2025, the Company made Cocolonet Co., LTD. a consolidated subsidiary through a share exchange with an effective date of February 1, 2026.

As a result, in the cumulative consolidated fourth quarter of the fiscal year ending August 2026, the Company recorded extraordinary income of 2,810 million yen as a gain on negative goodwill. Please note that the above amount is a provisional figure.

Details

2. Revision of Earnings Forecast

Revision of consolidated full-year earnings forecast for the fiscal year ending August 2026 (April 1, 2025 to August 31, 2026)

	Operating revenue	Operating profit	Ordinary profit	Profit attributable to owners of parent	Net income per share
Previously announced forecast (A)	Million yen 59,300	Million yen 6,470	Million yen 6,310	Million yen 3,520	Yen 171.99
Revised forecast (B)	59,300	4,200	4,040	4,520	214.32
Amount (B-A)	0	(2,270)	(2,270)	1,000	42.33
Increase (decrease) (%)	0	(35.1%)	(36.0%)	28.4%	24.6%
(Reference) Results for the previous fiscal year (FY3/25)	31,984	4,521	4,363	4,721	230.96

(Note) The fiscal year ending August 2026 is a transitional period due to a change in the fiscal year-end, and is an irregular accounting period of 17 months from April 1, 2025 to August 31, 2026.

For the fiscal year ended March 2025, full-year figures are presented.

3. Reason for the Revision of Earnings Forecast

This earnings forecast has been determined taking into consideration the 17-month consolidated earnings outlook of SAN HOLDINGS, INC. announced on August 14, 2025, as well as the impact of the consolidation of Cocolonet Co., LTD. as a subsidiary (for the five-month period from April 2026 to August 2026).

Operating revenue is expected to be in line with the previous forecast, as the decrease due to the revision of the projected number of funerals, reflecting trends such as a decline in the number of deaths, is offset by the impact of the consolidation of Cocolonet Co., LTD. as a subsidiary. Operating profit and ordinary profit are expected to fall below the previous forecast, as the increase in profit resulting from the consolidation of Cocolonet Co., LTD. as a subsidiary is offset by a decrease in operating revenue due to the revision of the projected number of funerals and the occurrence of one-time expenses of 380 million yen associated with the consolidation of Cocolonet Co., LTD. as a subsidiary. Profit attributable to owners of the parent is expected to exceed the previous forecast, as despite decreases in operating profit and ordinary profit, extraordinary income (gain on negative goodwill of 2,810million yen) will be recorded in connection with the consolidation of Cocolonet Co., LTD. as a subsidiary.

(Note) The above earnings forecast has been prepared based on information available as of the date of this document's release. Actual results may differ from the forecast figures due to various factors in the future.