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August 31, 2026

Company: SHIKIBO LTD.
Representative: Suzuki Yoshihito, Representative Director, President
(Code number: 3109, Tokyo Stock Exchange, Prime Market)
Contact: Fukumoto Takashi, Executive Officer, Division Manager, Corporate Division
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Notice Regarding Dissolution of a Consolidated Subsidiary

SHIKIBO LTD. (the "Company") hereby announces that, at a meeting of its Board of Directors held today, it has resolved to dissolve DAIWA KIKAI SEISAKUSHO CO., LTD. ("DAIWA KIKAI"), a consolidated subsidiary of the Company, as described below.

1. Reason for dissolution

DAIWA KIKAI, the Company's consolidated subsidiary, has been involved in the manufacturing of machines for processing stone and difficult-to-cut materials. In light of the anticipated contraction of the stone market and the difficulty of maintaining the repair and support system due to the aging of the workforce, the Company decided to dissolve DAIWA KIKAI.

2. Overview of the subsidiary to be dissolved

(1) Company name	DAIWA KIKAI SEISAKUSHO CO., LTD.		
(2) Location	5497 Takasu-cho, Onomichi-shi, Hiroshima		
(3) Representative	Tanamura Takeshi, Representative Director President		
(4) Business description	Manufacturing and marketing of processing machines		
(5) Paid-in capital	100 million yen		
(6) Date of incorporation	August 20, 1991		
(7) Shareholding ratio	The Company: 100%		
(8) Business performance and financial position of DAIWA KIKAI for the last three years			
Accounting period	Fiscal year ended March 31, 2024	Fiscal year ended March 31, 2025	Fiscal year ended March 31, 2026
Net assets	307 million yen	323 million yen	310 million yen
Total assets	326 million yen	355 million yen	322 million yen
Net sales	80 million yen	141 million yen	65 million yen
Operating profit (loss)	(14) million yen	22 million yen	(18) million yen
Ordinary profit (loss)	(12) million yen	24 million yen	(15) million yen
Profit (loss)	(9) million yen	15 million yen	(12) million yen

3. Schedule of dissolution and liquidation

(1) Resolution by the Company's Board of Directors: August 31, 2026

(2) Resolution at an extraordinary general meeting of shareholders of DAIWA KIKAI: September 30, 2026 (Scheduled)

(3) Completion of liquidation: April 30, 2027 (Scheduled)

4. Future outlook

The impact of this matter on the Company's consolidated financial results is expected to be immaterial. Should any matters requiring disclosure arise in the future, the Company will promptly make an announcement.