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June 24, 2025

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(Securities code:	5352, Tokyo Stock Exchange Prime Market, Fukuoka Stock Exchange)
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Notice on Recording of Extraordinary Income Accompanying the Transfer of Non-current Assets and Revision to the Full-Year Consolidated Financial Results Forecast

KROSAKI HARIMA CORPORATION (the "Company") hereby announces that, at a meeting of the Board of Directors held today, a resolution was passed to transfer non-current assets held by the Company. In conjunction with this, the Company will record extraordinary income for the second quarter of the fiscal year ending March 31, 2026 and revise the full-year consolidated financial results forecast for the fiscal year ending March 31, 2026 as follows.

1. Recording of Extraordinary Income Accompanying the Transfer of Non-current Assets

The Company expects to record a gain on sale associated with the transfer of non-current assets as extraordinary income in the second quarter of the fiscal year ending March 31, 2026.

(1) Details of the assets to be transferred

Type of assets	Land and buildings
Location	2496-1 Hineno, Izumisano City, Osaka Prefecture
Current status	Commercial facility
Book value	627 million yen

*1 The transfer price will not be disclosed, in accordance with a non-disclosure agreement concluded with the transferee.

*2 The transferred assets will be placed in trust, and the trust beneficiary rights under the same trust will be transferred.

(2) Overview of the transferee

The transferee is a Japanese corporation, but its name will not be disclosed in accordance with a non-disclosure agreement concluded with the transferee. Although there are rental transactions between the transferee and the Company, there are no capital or personnel relationships between them. In addition, the transferee is not a related party of the Company.

(3) Purpose of the transfer

The purpose of the transfer of said non-current assets is to reallocate management resources and secure investment capital for sustainable growth.

(4) Transfer schedule

Date of Board of Directors resolution:	June 24, 2025 (today)
Date of transfer agreement:	July 1, 2025 (scheduled)
Date of transfer of assets:	July 1, 2025 (scheduled)

(5) Future outlook

In conjunction with the transfer of said non-current assets, the Company expects to record a gain on sale of non-current assets (extraordinary income) of approximately 7.5 billion yen in the second quarter of the fiscal year ending March 31, 2026. In terms of the full-year results for the Real Estate business in the fiscal year ending March 31, 2026, the Company anticipates decreases in net sales, operating profit, and ordinary profit.

(6) Other information necessary to properly understand and evaluate the Company

Any matters requiring disclosure will be disclosed promptly.

2. Revision to the Full-year Consolidated Financial Results Forecast for the Fiscal Year Ending March 31, 2026

	Net sales	Operating profit	Ordinary profit	Profit attributable to owners of parent	Profit per share
	Millions of yen	Millions of yen	Millions of yen	Millions of yen	Yen
Previous forecast (A)	180,000	15,000	15,000	10,000	296.93
Revised forecast (B)	180,000	15,000	15,000	15,500	460.24
Change (B - A)	0	0	0	5,500	
Percentage of difference (%)	0.00	0.00	0.00	55.00	
(Reference) Financial results for the fiscal year ended March 31, 2025	177,921	14,082	15,316	12,535	372.23

(Reason for revision)

The recording of extraordinary income associated with the transfer of non-current assets is expected to cause a change in the profit attributable to owners of parent, after deducting income taxes, when compared to the previous forecast.