



May 15, 2024

Company name: Diamond Electric Holdings Co., Ltd.
Representative: ONO YuuRi, President and CEO
(Securities code: 6699; Prime Market)
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Notice Concerning Recording of Extraordinary Income and Extraordinary Loss

Diamond Electric Holdings Co., Ltd. (“the Company”) has recorded extraordinary income and extraordinary losses in its consolidated and non-consolidated financial results for the fiscal year ended March 31, 2024 as follows.

1. Recording of Extraordinary Income

In its non-consolidated financial results, the Company recorded an extraordinary income of 161 million JPY from completion of the liquidation of Diamond Electric (Thailand) Co., Ltd., which was a consolidated subsidiary of the Company.

This extraordinary income will be eliminated in the consolidated financial statements, resulting in no impact on the consolidated financial results.

2. Recording of Extraordinary Losses

(1) Devaluation of stocks of subsidiary

In its non-consolidated financial results, the Company booked an impairment loss of 197 million JPY as an extraordinary loss on stock revaluation of the subsidiary, due to a significant decline in the real value of the stocks of Diamond Electric Hungary Kft., a consolidated subsidiary of the Company.

This extraordinary loss will be eliminated in the consolidated financial statements, resulting in no impact on the consolidated financial results.

(2) Loss on Valuation of Investment Securities

As a result of the evaluation based on the most recent financial condition and business plan of E-ThermoGentek Co., Ltd. in which the Company holds investment securities, which are stocks without market prices, the real value of the stocks has significantly decreased.

Therefore the Company recorded an impairment loss of 59 million JPY in accordance with the “Accounting Standards for Financial Instruments” as an extraordinary loss on investment securities in its consolidated and non-consolidated financial results.

Note: This document is a translation of the original Japanese version. In the event of any discrepancy between the meaning or wording of the English version and the Japanese version, the meaning or wording of the Japanese version shall prevail.