

December 18, 2025

Statement Regarding Reports in Certain Media

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Today, certain media outlets reported that our company received a correction notice for approximately JPY 15 billion in underreported income over the three fiscal years ended March 2024. It is true that the Tokyo Regional Taxation Bureau pointed out underreporting for the fiscal years ended March 2022 through March 2024. We would like to clarify our position as follows.

Our group conducts its business activities in accordance with a global tax policy and complies with applicable tax laws in all jurisdictions. We have taken steps to ensure proper tax compliance, including establishing internal rules and consulting external experts.

However, with respect to the application of the Controlled Foreign Corporation (CFC) rules and support provided to an overseas subsidiary, there was a difference in interpretation between our company and the tax authorities. Despite good-faith discussions, the parties were unable to reach an agreement, resulting in the issuance of a correction notice.

We emphasize that there was no intention of engaging in inappropriate tax avoidance, and the additional tax and surcharge have been paid. We believe our tax treatment was appropriate and filed an objection with the National Tax Tribunal in July 2025.

This matter will not affect our consolidated financial results under IFRS, and no additional corporate tax will be recorded.