

NOTE: This document is originally written in Japanese and in case of any differences or discrepancies between the Japanese and English versions, the Japanese original version shall prevail.



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Yorozu Corporation  
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### **Notice Concerning Recognition of Provision for Doubtful Accounts in Individual Financial Statements**

Yorozu Corporation (hereinafter, the “Company”) hereby announces that in the individual financial statements for the fiscal year ended March 31, 2025, the Company has recognized a provision for doubtful accounts as a non-operating expense as follows.

#### **1. Details of Provision for Doubtful Accounts**

As a result of verifying the estimation of provision for doubtful accounts for loans to consolidated subsidiaries whose performance has been deteriorating, the Company has decided to recognize the provision for doubtful accounts as a non-operating expense in terms of loans to Wuhan YoroZu Bao Mit Automotive Co., Ltd., and others.

#### **2. Impact on Profit and Loss**

Due to this event, the Company has recognized the provision for doubtful accounts of ¥2,375 million as a non-operating expense in the individual financial statements for the fiscal year ended March 31, 2025. It should be noted that this amount will be eliminated in the consolidated financial statements, therefore, it will not have an impact on the consolidated profit and loss.