

October 27, 2021

Company: Financial Products Group Co., Ltd.
Representative: Hisanaga Tanimura, CEO & Founder
(Code 7148 on the First Section of the Tokyo Stock Exchange)
Inquiries: Hiroshi Sakurai, Executive Officer and
General Manager, Corporate Planning Dept.
(TEL. +81-3-5288-5691)

Notice of Recording of Loss on Valuation of Operational Investment Securities

Financial Products Group Co., Ltd. (FPG) announces that we have decided to record a loss on the Valuation of operational investment securities in the 4th quarter of the fiscal year ended September 30, 2021, as detailed below.

1. Summary

FPG has invested in a crypto-assets exchange service provider registered with the Kanto Local Finance Bureau as the Private Equity Business. We evaluated the investment's actual value in light of the uncertainty surrounding the crypto-assets environment due to recent tightening of global regulations on crypto-assets in China and other countries, and the performance of the company in which FPG has invested. As a result of this evaluation, FPG has decided to record a loss on valuation of operational investment securities of JPY 393 million on the cost of sales in the 4th quarter of the fiscal year ended September 30, 2021.

2. Impact on financial results

For the impact of the above on our financial results, please refer to the "Notice Regarding Revision of the Consolidated Financial Results Forecast for the Fiscal Year Ended September 30, 2021," released today.