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Notice of Difference between Forecast and Actual Results for the Fiscal Year Ended March 31, 2024

H-ONE CO., LTD. (hereinafter the “Company”) announces the differences between its forecasted consolidated financial results for the fiscal year ended March 31, 2024, which were announced on February 14, 2024, and the actual results, announced today.

1. Difference between forecast and actual results for the year ended March 31, 2024(April 1, 2023 to March 31, 2024)

	Revenue (million yen)	Operating profit (million yen)	Profit before tax (million yen)	Profit attributable to owners of parent (million yen)	Basic earnings per share (yen)
Previously announced forecasts (A)	230,000	(14,000)	(15,000)	(17,100)	(611.39)
Actual results (B)	232,730	(18,826)	(19,354)	(21,656)	(774.64)
Change (B-A)	2,730	(4,826)	(4,354)	(4,556)	
Change (%)	1.2	—	—	—	
(Reference) Actual consolidated results for the previous fiscal year (Fiscal year ended March 31, 2023)	225,511	(9,270)	(9,742)	(6,993)	(249.25)

2. Reason for the difference

Although there was no major deviation in revenue from the previously announced forecast (February 14, 2024), profit at each level showed an improvement trend compared to the previously announced forecast due to cost reductions and other factors. However, in our domestic parts business, in response to the deterioration of the business environment in China, the Company has carefully examined future earnings due to changes in the business environment and found that a decrease in income from consolidated subsidiaries is expected. Under such business environment, there was an indication of impairment for some of operating assets held by the Company’s domestic parts business, arising from decline in profitability. The Company performed impairment testing and estimated the recoverability through estimated future cash flows, the Company

decided to reduce the book value of the operating assets to recoverable amount and recorded the reduction as impairment losses. Therefore, the Company recorded the impairment losses of 6,557million yen as other expenses during the fourth quarter of the current consolidated accounting period. Mainly due to this, operating profit, profit before tax, and profit attributable to owners of parent were lower than previously announced forecasts.