



May 10, 2019

Company name: TOPY INDUSTRIES, LIMITED  
Representative: Nobuhiko Takamatsu, President and CEO  
(Code number: 7231 Tokyo, Nagoya stock exchanges)  
Contact: Shuichi Tachibana, Operating Officer and  
General Manager, General Affairs Department  
(TEL. 03-3493-0777)

## Notice Regarding Loss on Stock Evaluation (Extraordinary Loss) of Subsidiaries and Affiliates

Topy Industries, Limited (hereinafter, the "Company") hereby announces that the Company has recorded a loss on stock evaluation (extraordinary loss) of its subsidiaries and affiliates in the non-consolidated accounts for the fiscal year ended March 31, 2019

### 1. Details of the stock evaluation loss (extraordinary loss) pertaining to the subsidiaries and affiliates

The Company has posted a stock evaluation loss of subsidiaries and affiliates totaling ¥3,370 million associated with the impairment loss on operating assets owned by Topy MW Manufacturing Mexico S.A. DE C.V. (hereinafter, "TMMM"), a consolidated subsidiary of the Company, in order to reflect a significant decline in the real value of stocks it holds in TMMM.

The Company positions TMMM as its pivotal production hub of steel wheels for passenger cars in the North American market. Utmost efforts are underway to rebuild the operations of TMMM as soon as possible.

### 2. Effect on business results

The above stock evaluation loss of subsidiaries and affiliates totaling ¥3,370 million has been recognized as an extraordinary loss in the non-consolidated financial statements for the fiscal year ended March 31, 2019. This will have no impact on the consolidated financial results because the loss will be eliminated in the consolidated financial statements.

End