



May 12, 2022

For immediate release

Company name: kaonavi, inc.
Representative: Hiroki Yanagihashi
Representative Director, President & CEO
Code: 4435 (TSE Growth)
Inquiries: Kimitaka Hashimoto
Director & CFO
Email: ir@kaonavi.jp

Notice Concerning Recording of Extraordinary Loss and Deferred Tax Assets, and Difference between Financial Forecast and Actual Results

kaonavi, inc. (the “Company”) announces that it has posted an extraordinary loss and deferred tax assets in the fiscal year ended March 31, 2022. The Company also announces the difference between full-year financial forecast for the fiscal year ended March 31, 2022 released on February 10, 2022 and actual results reported today. Details are as follows:

1. Recording of extraordinary loss

The Company posted an extraordinary loss of 43 million yen in relation to revalued amount of investment securities due to an impairment loss, as some of the investment securities held by the Company had significantly declined in market value compared to their acquisition cost.

2. Recording of deferred tax assets

Having carefully assessed the realizability of deferred tax assets based on the performance trends in the fiscal year ended March 31, 2022 and onward, the Company has decided to record deferred tax assets to the extent of probable realization and post deferred income taxes of 145 million yen as profit.

3. Difference between financial forecast and actual results

(1) Difference between the full-year financial forecast and actual results for the fiscal year ended March 31, 2022 (April 1, 2021–March 31, 2022)

	Net sales	Operating profit	Ordinary profit	Net profit	Earnings per share
	Million yen	Million yen	Million yen	Million yen	Yen
Previously announced forecast (A)	4,490	147	136	69	6.01
Actual results (B)	4,496	174	164	210	18.30
Difference (B-A)	6	27	28	141	
Difference (%)	0.1	18.4	20.2	204.4	
Previous year result (Fiscal year ended March 31, 2021)	3,402	(11)	(16)	(131)	(11.59)

(2) Reasons for the difference

Net sales, operating profit and ordinary profit were generally in line with the previous forecast. Net profit exceeded the previous forecast because of recording deferred tax assets as mentioned above.