

Date: February 10, 2023

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Notification regarding transfer of non-current assets and recognition of extraordinary income

Hanwa Co., Ltd. (“Hanwa”) announces that the Board of Directors meeting of Hanwa, held on February 10, 2023, resolved to transfer its non-current assets, and as a result, it needs to recognize extraordinary income, as follows:

1. Reason for the transfer

In order to make effective use of its resources and strengthen its financial position, Hanwa decided to transfer the following non-current assets.

2. Details of the assets to be transferred

Name and Location of Assets	Estimated capital gain	Current status
New Hanwa Bldg. (1-13-10, Tsukiji, Chuo-ku, Tokyo) Land (1,189.12 m ²) Building (Gross floor area : 7,464.04 m ²)	Approx. 14.3 billion yen	Office for rent

*The buyer and the transfer price are not to be disclosed. The capital gain is the amount obtained by deducting the book value and estimated costs and expenses related to the transfer from the transfer price. Operating expenses and corporation taxes incurred in connection with the transaction are not included in the above capital gain.

3. Overview of the buyer

Identity will not be disclosed. However, there is no capital, personal, or transactional relationship with Hanwa. In addition, the buyer is not a Hanwa-related party.

4. Scheduled date of the transfer

February 10, 2023	Resolution at the Board of Directors meeting
February 20, 2023	Conclusion of the transfer agreement (provisional)
March 22, 2023	Transfer of the assets (provisional)

5. Future forecast

Hanwa expects to record a gain on the transfer of this asset (Approx. 14.3 billion yen) as extraordinary income in the fiscal year ending March 31, 2023.

At this time, with regard to the consolidated financial results forecast for FY2022 (April 1, 2022 to March 31, 2023), there has been no change from the financial results forecast announced on November 10, 2022.

(Reference)

Consolidated financial results forecast for FY2022 (announced on November 10, 2022) and actual results for FY2021

	Consolidated net sales	Consolidated operating income	Consolidated ordinary income	Profit attributable to owners of the parent	Consolidated net income per share
FY2022 (Forecast)	(Millions of yen) 2,600,000	(Millions of yen) 70,000	(Millions of yen) 73,000	(Millions of yen) 51,000	(yen) 1,255.01
FY2021 (Actual results)	2,164,049	62,367	62,718	43,617	1,073.34