



March 15, 2023

For immediate release

Company name: Ahresty Corporation
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(Security code: 5852, Prime Market)
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Notice Concerning Transfer of Fixed Assets and Recording of Extraordinary Gain

Ahresty Corporation (“the Company”) hereby announces the transfer of its fixed assets as decided at the Board of Directors Meeting held on March 15, 2023 as below. Accordingly, the Company expects to record an extraordinary gain in the fiscal year ending March 31, 2023.

1. Reason for the transfer

With the aim to increase the efficiency of domestic production and improve profitability, the Company has proceeded with the transfer of production operation from Higashimatsuyama Plant based on the domestic production reorganization policy decided at the Board of Directors Meeting held on June 28, 2022. The policy includes the divestment of fixed assets related to Higashimatsuyama Plant which we have announced in this notice..

The transferred assets are scheduled to be leased back until the end of December 2024 in preparation for the transfer of production operation.

2. Details of transferred assets

Name and location of assets	Gain on transfer	Present condition
Ahresty Higashimatsuyama Plant 25-27 Oaza Miyako, Namegawa-machi, Hiki-gun, Saitama, etc. Land: 22,781.46 m ²	Approx. 3 billion yen	Plant

(Note) The Company will refrain from disclosing the transfer price due to a non-disclosure agreement with the transferee. It will be transferred at an appropriate price through competitive bidding.

Gain on transfer is the estimated amount after deducting the book value and the estimated amount of expenses, etc. related to the transfer.

3. Outline of the transferee

The transferee is a Japanese business corporation, but due to an agreement with the transferee, the Company will refrain from disclosing the details. There are no particular matters to be noted regarding the capital, personnel, business partner relationship, or related party between the transferee and the Company.

4. Schedule of the transfer

- (1) Board resolution: March 15th, 2023
- (2) Contract: March 15th, 2023
- (3) Property Transfer: March 31th, 2023* (Planned)

* Scheduled to be leased back until the end of December 2024 in accordance with a lease agreement with the transferee

5. Future outlook

The gain on transfer of the fixed assets will be recorded as extraordinary gain (capital gain on sale of fixed assets) in the financial results for the fiscal year ending March 31, 2023. However, the result of net income attributable to owners of the parent company is still to be determined, as stated in the " Notice on Revisions to Business Forecasts " announced today, based on the "Accounting Standard for Impairment of Fixed Assets" etc., fixed assets of the Company and its consolidated subsidiaries are currently under a careful examination of the collectability in the future. The Company promptly shall announce the net income once finalized.