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February 14, 2024

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Director, President and Chief  
Executive Officer  
(Securities code: 5989; TSE Prime  
Market)  
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### **Notice Concerning Recording of Impairment Losses**

H-ONE CO., LTD. (the "Company") hereby announces the recording of impairment losses during the nine month of the year ending March 31, 2024 (April 1, 2023 through March 31, 2024).

#### 1. Details of impairment losses

In China, where our group operates, new domestic EV (electric vehicle) manufacturers are rapidly emerging in the automobile market, and foreign-owned car manufacturers, including Japanese companies, are struggling with sales. The production volume of automobile frames for our group's main customers in the country has also decreased due to the intensifying competition, and severe business environment is expected to continue in the future.

Under such business environment, there was an indication of impairment for some of operating assets held by the Company's three consolidated subsidiaries in China, arising from decline in profitability. The Company performed impairment testing in accordance with International Financial Reporting Standards (IFRS) 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 15,168million yen as other expenses during the nine month of the year ending March 31, 2024 (April 1, 2023 through March 31, 2024).

#### 2. Impact on consolidated results of the Company

The above impairment losses during the nine month of the year ending March 31, 2024 is reflected in the " Consolidated Financial Results for the Nine Months Ended December 31, 2023 (Under IFRS)" and " Notice regarding revision of financial forecast and revision of year-end dividend forecast" announced today (February 14, 2024).