



February 19, 2024

For Immediate Release

Company name Okabe Co., Ltd.
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President and Chief Executive Officer
(Securities Code: 5959, TSE Prime Market)
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**Notice of Differences between Consolidated Financial Results Forecasts
for the Fiscal Year Ended December 31, 2023 and Actual Results**

Okabe Co., Ltd. (the “Company”) hereby announces that differences have arisen between consolidated financial results forecasts for the fiscal year ended December 31, 2023 announced on January 25, 2024 and actual results disclosed today, as outlined below.

1. Differences between consolidated financial results forecasts for the fiscal year ended December 31, 2023 (January 1, 2023 to December 31, 2023) and actual results

	Net sales	Operating profit	Ordinary profit	Profit attributable to owners of parent	Profit per share
	Million yen	Million yen	Million yen	Million yen	Yen
Previous forecast (A)	78,300	4,100	4,300	Undetermined	Undetermined
Actual results (B)	78,152	4,082	4,303	(7,097)	(153.32)
Change (B - A)	(147)	(17)	3	–	
Change (%)	(0.2)	(0.4)	0.1	–	
(Reference) Actual results for previous fiscal year (Fiscal year ended December 31, 2022)	76,854	5,271	5,471	3,848	81.30

2. Reasons for the differences

In the “Notice of Revisions to Consolidated Financial Results Forecasts for the Fiscal Year Ended December 31, 2023” dated January 25, 2024, the Company announced that, although net sales, operating profit and ordinary profit remained generally as expected, profit attributable to owners of parent was expected to be significantly lower than the previous forecast. As the specific impact of relevant matters described below on the profit attributable to owners of parent was under close examination, it was announced as undetermined at the time of the above announcement. Recently, the Company finalized the amount of profit attributable to owners of parent which had been left unsettled, as it determined the total amount of extraordinary losses to be 10,307 million yen (mainly reflecting decreased profitability in the manufacturing and sales of battery terminals in the automobile products business, extraordinary losses caused by the transfer of consolidated subsidiaries associated with Chapter 11 filing and legal fees, etc. related to litigation against the Company and its US subsidiaries, and impairment losses of goodwill related to OCM Manufacturing LLC that operates building materials manufacturing business in the United States) and the amount of relevant income tax, etc.

For an outline of the extraordinary losses, please refer to the following announcements.

- “Notice of Litigation Against Okabe and its US Subsidiaries in the United States” as of June 22, 2023
- “Notice of Recording of Extraordinary Losses, Differences between Consolidated Financial Results Forecasts and Results for the First Six Months of Fiscal Year Ending December 31, 2023 and Revision to Consolidated Financial Results Forecasts for the Fiscal Year Ending December 31, 2023” as of July 28, 2023
- “Notice of Recording of Extraordinary Losses (Impairment Losses of Goodwill)” as of January 25, 2024
- “Notice of Change in Consolidated Subsidiaries in Association with the Chapter 11 Filing by Certain Subsidiaries (Business Transfer and Share Transfer) and Resulting Posting of Extraordinary Loss (Impairment Loss of Non-Current Assets)” as of January 25, 2024.