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May 14, 2025

To whom it may concern

Company name: Kurabo Industries Ltd. Representative: Shinji Nishigaki

President

(Securities code: 3106, Tokyo Stock Exchange, Prime Market)

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Executive Officer, Manager of General

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Notification on Expected Recording of Extraordinary Income (Gain on Sale of Investment Securities)

Kurabo Industries Ltd. (the "Company") hereby announces that it has resolved, at a meeting of the Board of Directors held today, to sell some of the Company's investment securities and expects to record the gain on investment securities sale as extraordinary income, as described below.

1. Reason for the Investment Securities Sale

As one of the priority policies of the financial strategy in the medium-term management plan "Accelerate '27," which started in fiscal year 2025, the Company has been engaging in efforts to reduce our cross-shareholdings. This move is a part of such efforts.

2. Details of Investment Securities Sale

(1) Investment securities to be sold

One listed security owned by the Company

(2) Scheduled sale timing By the end of May 2025 (scheduled)

(3) Gain on sale of investment securities Approx. ¥4.0 billion (expected)

* The above gain on sale of investment securities is an estimated amount calculated based on the current share price of the said securities and may fluctuate.

3. Future Outlook

Due to the above sale of investment securities, in the first quarter of the fiscal year ending March 31, 2026 (from April 1, 2025 to June 30, 2025), gain on sale of investment securities is expected to be recorded as extraordinary income. In addition, the said gain on sale of investment securities is incorporated in the forecast of consolidated financial results for the fiscal year ending March 31, 2026 recorded in the Consolidated Financial Results for the Fiscal Year Ended March 31, 2025 (Under Japanese GAAP) announced today.