November 14, 2024

Company name: The Yokohama Rubber Co., Ltd.
Representative: Masataka Yamaishi, Chairman & CEO, Chairman of the Board
Securities code: 5101 TSE Prime Market)
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Notice regarding sale of investment securities

The Yokohama Rubber Co., Ltd. (hereafter, Yokohama Rubber or the Company) announces that it has generated a gain on the sale of investment securities, as explained below.

1. Reason for the sale of investment securities

One of the key measures of the financial strategy in the Company's medium-term management plan, Yokohama Transformation 2026 (YX2026), is the sale of approximately ¥60 billion (market value) of investment securities over the three years from 2024 to 2026 by unwinding strategic cross-shareholdings.

Sales have proceeded at a pace well ahead of that original plan, surpassing the originally targeted ¥60 billion in July. An additional sale conducted on November 13 has raised the total to above ¥70 billion.

In addition to improving asset efficiency, the sale of cross-shareholdings generates funds that will support the Company's planned strategic investments totaling ¥260 billion (2024-2026 plan) as it aims to realize "Hockey Stick Growth."

The Company plans to use funds generated from this sale of cross-shareholding to finance its acquisition of Goodyear's OTR business, as previously reported on July 22 in "Notice regarding the acquisition of The Goodyear Tire & Rubber Company's mining & construction machinery tire business."

2. Details of the sale of investment securities

(1) Investment securities sold: Listed shares held by Yokohama Rubber
(2) Period of sales: November 13, 2024
(3) Gain on sales: Approx. ¥3.1 billion

3. Outlook

The above gain on the sale of investment securities will be recognized as extraordinary income in

Yokohama Rubber's non-consolidated financial statement for the current fiscal year ending December 31, 2024. Under the International Financial Reporting Standards (IFRS) used by the Yokohama Rubber Group, gains on the sale of investment securities have no impact on net profit in consolidated financial statements.