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To whom it may concern:

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Securities code: 6976
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Announcement Regarding Recognition of Non-operating Expenses (Foreign Exchange Losses) and Forecast Revision of Consolidated Results

TAIYO YUDEN CO., LTD. ("the Company") recognized non-operating expenses due to foreign exchange losses for the six months ended September 30, 2024 (April 1, 2024 to September 30, 2024). The Company also announced that it has revised the full-year consolidated financial results forecast for the fiscal year ending March 31, 2025 (April 1, 2024 to March 31, 2025) published on May 8, 2024. The details are as follows.

1. Explanation on the recognition of non-operating expenses (foreign exchange losses)

During the three-month period ended June 30, 2024 (April 1, 2024 to June 30, 2024), the Company recorded foreign exchange gains of ¥5,373 million in non-operating income. However, due to the impact of recent foreign exchange rate fluctuations, the Company recorded foreign exchange losses of ¥7,132 million in non-operating expenses during the three-month period ended September 30, 2024 (July 1, 2024 to September 30, 2024).

As a result, during the six-month period ended September 30, 2024 (April 1, 2024 to September 30, 2024), the Company recorded foreign exchange losses of ¥1,758 million in non-operating expenses.

The above amount states the foreign exchange losses due to the impact of foreign exchange rates as of September 30, 2024, and the amount will change depending on future foreign exchange rate conditions.

2. Forecast Revision of Consolidated Results

(1) For the Year ending March 31, 2025 (April 1, 2024 to March 31, 2025)

Unit: Millions of yen

		Net sales	Operating profit	Ordinary profit	Profit attributable to owners of parent	Basic earnings per share
Previous forecast	(A)	350,000	20,000	16,500	11,000	88.26 yen
Revised forecast	(B)	330,000	7,600	6,000	0	-
Net change	(B-A)	(20,000)	(12,400)	(10,500)	(11,000)	
Net change		(5.7) %	(62.0) %	(63.6) %	(100.0) %	
(Reference) Fiscal year ended March 31, 2024		322,647	9,079	13,757	8,317	66.75 yen

(2) Rationale

Based on the financial results for the six-month period ended September 30, 2024, future demand forecasts, and other factors, the Company will revise the full-year consolidated financial results forecasts for the fiscal year ending March 31, 2025 published on May 8, 2024.

From the third quarter onward, we anticipate that the demand environment for electronic components will deteriorate more than initially expected. This is due to forecasts, which include sluggish demand for products for use in communication equipment, primarily high-end Chinese smartphone models, and a slow recovery in demand for products for use in automobiles and IT infrastructure/industrial equipment.

The forecast is based on an average foreign currency exchange rate from the third quarter of the fiscal year onward of US$1: ¥145.

Disclaimer concerning Forecasts of Results:

The aforementioned forecasts of results are based on information available as of the date of this news release. As a result, information included in this document may include uncertain factors, and actual results may differ materially from forecasts due to a variety of factors.