February 13, 2025

Company name: HASEKO Corporation
(Securities Code: 1808; Tokyo Prime Market)

Notice Concerning Recording of Extraordinary Losses (Impairment Losses) and Revisions to Full-Year Financial Results Forecasts

We hereby announce that during the nine months of the fiscal year ending March 2025 (from April 1, 2024, to December 31, 2024), we have recorded extraordinary losses (impairment losses) and have revised the consolidated full-year financial results forecasts for the fiscal year ending March 31, 2025, which were disclosed on May 10, 2024, as described below.

1. Details of extraordinary losses (impairment losses)

At our consolidated subsidiary, HASEKO America, Inc., the commercial facility that opened in March 2023 on the island of Oahu, Hawaii, has been significantly impacted by the ongoing decline in Japanese tourists due to the prolonged depreciation of the yen, even though the number of travelers to Hawaii, which had dropped due to the COVID-19 pandemic, has not fully recovered. As a result, the number of visitors to this facility has continued to fall far short of initial expectations. Under these circumstances, after considering the future business environment and performance, we have decided to record an impairment loss of 14,668 million yen as an extraordinary loss, based on an assessment of future recoverability. Furthermore, due to fluctuations in the exchange rate, we expect to record approximately 16,000 million yen for the full fiscal year ending March 2025.

2. Revisions to financial results

(1) Revisions to consolidated financial results forecasts for the current fiscal year (April 1, 2024 through March 31, 2025)

	Consolidated net sales	Consolidated operating profit	Consolidated ordinary profit	Profit attributable to owners of parent	Consolidated earnings per share
	(Millions of yen)	(Millions of yen)	(Millions of yen)	(Millions of yen)	(Yen)
Previously announced forecasts (A)	1,180,000	82,000	80,000	53,000	194.29
Revised forecasts (B)	1,180,000	82,000	80,000	30,000	109.87
Change (B-A)	0	0	0	(23,000)	
Change (%)	0.0	0.0	0.0	(43.4)	
(Reference) The consolidated financial results for the fiscal year ended March 31, 2024	1,094,421	85,747	83,334	56,038	205.45

(2) Reason for revision

In addition to the above impairment loss, we have recorded losses associated with the sale of investment projects on the mainland United States and additional provisions of litigation cases in Hawaii. As a result, the profit attributable to owners of the parent is expected to fall below the previous forecast. Please note that the year-end dividend forecast for the fiscal year ending March 2025 remains unchanged.

Above forecasts are based on information available as of February 13, 2025, and actual financial results may differ due to various factors.

End

Note : This document has been translated from the Japanese original for reference purposes only. In the event of any discrepancy between this translated document and the Japanese original, the original shall prevail.