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February 27, 2026

Company name: YODOKO, Ltd.
Representative: Eiichi Tanaka,
President and Representative Director
Listing: Tokyo Stock Exchange, Prime Market
Stock code: 5451
Inquiries: Takayuki Deguchi,
General Manager of IR Department
Tel: +(81)6-6245-1113

Notice of Sale of Stock of Equity-method Affiliate and Expected Gain on Sale of Shares of Subsidiaries and Associates

The Board of Directors of YODOKO, Ltd. approved a resolution on February 27, 2026, to sell the stock of equity-method affiliate Sadoshima Corporation to this company.

Due to the sale of this stock, Sadoshima will no longer be an equity-method affiliate of YODOKO. In addition, YODOKO expects a gain on the sale of shares of subsidiaries and associates in the non-consolidated and consolidated financial statements for the fiscal year ending in March 2026.

1. Reason for the sale of Sadoshima stock

YODOKO and Sadoshima have been holding discussions about their relationship involving the ownership of stock. At this time, the two companies reached the decision that the sale to Sadoshima by YODOKO of all its Sadoshima stock would be the best way to maximize the performance of both companies and contribute to their long-term growth.

Sadoshima will no longer be an equity method affiliate of YODOKO following the sale of this stock. Sadoshima will continue to serve as the trading company for YODOKO and the sale of this stock will have no other effects on the business relationship of Sadoshima with YODOKO and its group companies.

2. Overview of Sadoshima Corporation

(1) Name	Sadoshima Corporation
(2) Location	1-16-19, Shimanouchi, Chuo-ku, Osaka
(3) Representative	Kohei Sadoshima, President and Representative Director
(4) Business	1. Sale and import/export of the following products ・ Primary and secondary steel products ・ Non-ferrous metals and products ・ Machinery, devices and products using these items ・ Metal, wood, resin, ceramic and other building materials ・ Civil engineering materials 2. Processing and leasing involving the preceding products 3. Construction designs and subcontracting 4. Businesses and all associated activities involving the preceding items
(5) Capital	400 million yen (as of December 31, 2025)

(6) Established	December 1937		
(7) Major shareholders and shareholding ratio (as of December 31, 2025)	YODOKO:		50.00%
	Other:		50.00%
(8) Relationships between YODOKO and Sadoshima Corporation	Capital	YODOKO holds 50.00% of the voting rights of Sadoshima Corporation.	
	Personnel	One part-time director and one part-time corporate auditor are from YODOKO.	
	Business	YODOKO purchases materials from Sadoshima Corporation and sells products to Sadoshima Corporation.	

(9) Results of operations and financial position for the past three years

Year ended	March 2023	March 2024	March 2025
Net assets (Millions of yen)	15,066	17,039	18,399
Total assets (Millions of yen)	42,973	48,107	43,548
Net sales (Millions of yen)	78,949	70,211	69,922
Operating profit (Millions of yen)	1,519	1,436	1,458
Ordinary profit (Millions of yen)	1,623	1,607	1,688
Profit (Millions of yen)	1,087	1,151	1,210

3. Number of shares held before and after the sale

(1)	Number of shares held before the sale	4,000,000 shares (Voting rights ownership ratio: 50.00%)
(2)	Number of shares sold	4,000,000 shares
(3)	Selling price	Disclosure will not be made based on confidentiality agreement with the purchaser.
(4)	Number of shares held after the sale	0 shares

4. Schedule

(1)	Board of Directors' resolution	February 27, 2026
(2)	Signing of agreement for the sale of shares	February 27, 2026
(3)	Date of the sale of shares	March 18, 2026 (tentative)

5. Impact on results of operations

Regarding the sale of shares, we will recognize a gain on sale of shares of subsidiaries and associates of 9,765 million yen as extraordinary income in the non-consolidated financial statements for the fiscal year ending March 2026. In the consolidated financial statements for this fiscal year, this sale is expected to result in a gain on sale of shares of subsidiaries and associates of approximately 1,500 million yen because this is stock of an equity-method affiliate.