



May 15, 2025

Company name:	Diamond Electric Holdings Co., Ltd.
Name of representative:	ONO YuuRi, President and CEO (Securities code: 6699; Prime Market)
Inquiries:	TOKUHARA Eishin, Senior Managing Executive Officer, CFO (Telephone: +81-6-6302-8211)

Notice Concerning Provision for Allowance for Doubtful Accounts and Valuation Loss on Shares of Affiliates (Non-consolidated)

Diamond Electric Holdings Co., Ltd. ("the Company") hereby announces that, in its non-consolidated financial results for the fiscal year ended March 31, 2025, it recorded a provision for allowance for doubtful accounts and a valuation loss on shares of affiliated companies as extraordinary losses, as described below.

1. Recording of Provision for Allowance for Doubtful Accounts

(1) Details of the Provision for Allowance for Doubtful Accounts on Loans to Diamond Electric Mfg. Co., Ltd.

Since Diamond Electric Mfg. Co., Ltd., a consolidated subsidiary of the Company, fell into insolvency due to the deterioration of its financial position, the Company recorded an extraordinary loss of JPY 1,921 million as a provision for allowance for doubtful accounts on loans to Diamond Electric Mfg. Co., Ltd.

(2) Details of the Provision for Allowance for Doubtful Accounts on Loans to PT. Diamond Electric MFG Indonesia

Since PT. Diamond Electric MFG Indonesia, a consolidated manufacturing subsidiary of the Company, fell into insolvency due to the deterioration of its financial position, the Company recorded an extraordinary loss of JPY 343 million as a provision for allowance for doubtful accounts on loans to PT Diamond Electric MFG Indonesia.

2. Valuation Loss on Shares of Affiliated Companies

(1) Valuation Loss on Shares of Diamond Electric Mfg. Corporation

The Company recorded an extraordinary loss of JPY 1,147 million as a valuation loss on shares of an affiliated company, following an impairment of the shares of Diamond Electric Mfg. Co., a consolidated subsidiary, due to a significant decline in their real value.

(2) Valuation Loss on Shares of Diamond Electric Hungary Kft.

The Company recorded an extraordinary loss of JPY 477 million as a valuation loss on shares of an affiliated company, following an impairment of the shares of Diamond Electric Hungary Kft., a consolidated subsidiary, due to a significant decline in their real value.

3. Impact on Business Results

The above-mentioned provision for allowance for doubtful accounts and valuation loss on shares of affiliated companies will be offset through consolidation and, therefore, will have no impact on the consolidated financial results.

Note: This document is a translation of the original Japanese version. In the event of any discrepancies in meaning or wording between the English and Japanese versions, the Japanese version shall prevail.