



November 10, 2025

To Whom It May Concern

Company name: Denka Company Limited
Representative name: Ikuo Ishida, Representative Director, President & CEO
(TSE Prime Code: 4061)
Hiroyuki Yamamoto,
Contact: General Manager, Corporate Communications
Department
(TEL: +81-3-5290-5511)

Notice Regarding Recognition of Extraordinary Losses

Denka Company Limited (the “Company”) hereby announces the recording of extraordinary loss for the first half of the fiscal year ending March 2026 (from April 1, 2025 to March 31, 2026), as follows.

1. Contents of extraordinary loss

The Company will record an extraordinary loss of 9,415 million yen as a loss on liquidation of business in its financial results for the first half of the fiscal year ending March 2026. This mainly includes the write-downs of raw materials and intermediate goods, and labor costs associated with material removal and related expenses at Denka Performance Elastomer LLC, a U.S.-based subsidiary that has elected not to restart production at its chloroprene rubber manufacturing facilities for an indefinite period.

2. Impact on Business Results

The extraordinary loss is expected to be offset by the extraordinary gains from the sale of assets etc., which is reflected in the forecasts for consolidated financial results for the fiscal year ending March 31, 2026 (from April 1, 2025 to March 31, 2026), which is included in the Consolidated Financial Results for the First Six Months of the Fiscal Year Ending March 31, 2026 (Under Japanese GAAP) released today.