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September 30, 2024

To whom it may concern:

Company name: Furukawa Co., Ltd.
Name of representative: Minoru Nakatogawa,
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(Securities code: 5715; TSE Prime Market)
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Notice Regarding the Recording of Extraordinary Income (Gain on Sales of Investment Securities)

Furukawa Co., Ltd. (the Company) hereby announces that it has sold a portion of its investment securities holdings, resulting in a gain on sales of investment securities.

1. Reasons for selling investment securities

Under its Medium-Term Business Plan 2025 (announced in May 2023), the Furukawa Company Group has expanded and strengthened initiatives to realize management that is conscious of cost of capital and stock price. As part of these efforts, we formulated the Policy for Reducing Strategic Shareholdings*, under which we sell stocks that are no longer deemed necessary to hold, with the aim of improving capital efficiency. On May 13, 2024, we established a target to reduce the ratio of strategic shareholdings to consolidated net assets to 20% or less by March 31, 2025. We also announced that the proceeds from such sales will be used for various purposes, including increasing planned share buybacks (over three years) from ¥3 billion to approximately ¥5 billion, as well as for environmental investments, M&As, and other initiatives. In line with this, the Company recently sold some of its strategic shareholdings. In addition, we bought back 953,700 shares in the Company (valued at ¥1,508 million) on August 30, 2024.

2. Period of gain on sales of investment securities

The second quarter of the fiscal year ending March 31, 2025

3. Details of investment securities sold

- (1) Types of shares: Shares of three listed companies held by the Company
- (2) Gain on sales of investment securities: ¥8,196 million

4. Future outlook

The aforementioned gain on sales of investment securities will be recorded as extraordinary income in the first half of the fiscal year ending March 31, 2025. The impact of the sales has already been incorporated into our performance forecast for the fiscal year ending March 31, 2025, which was announced on May 13, 2024. Nevertheless, we are currently reviewing this forecast alongside other performance figures, and if a revision becomes necessary, we will promptly disclose that information.

* Strategic shareholdings

Total amount of investment shares (in the Consolidated Balance Sheets) held for purposes other than pure investment (includes unlisted shares, but excludes shares in nonconsolidated subsidiaries and affiliates) + Shares deemed to be held for such purposes