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October 10, 2025

Company name:	Kumiai Chemical Industry Co., Ltd.
Representative:	Masaru Yokoyama, President and Representative Director (Prime Market of TSE; Securities code: 4996)
For Inquiry:	Koji Yamada, General Manager of General Affairs Department (Telephone: 81-3-3822-5036)

Announcement of Posting of Extraordinary Losses Due to Impairment of Non-current Assets

Kumiai Chemical Industry Co., Ltd. (hereinafter, the “Company”) hereby announces that it expects to post extraordinary losses in the fourth quarter of the fiscal year ending October 31, 2025 (from August 1, 2025 to October 31, 2025).

1. Posting of extraordinary losses

The Company assessed recoverability of the chlorination business conducted by Iharanikkei Chemical (Thailand) Co., Ltd., a consolidated subsidiary of the Company, in accordance with the “Guidance on Accounting Standard for Impairment of Fixed Assets.” After considering the current business environment and future earnings prospects, the recoverable amount was determined to be less than the book value. Accordingly, impairment losses of ¥3,810 million will be posted as extraordinary losses for the non-current assets used in the subsidiary’s business.

2. Impact on financial results

For an impact on financial results for the full year of the fiscal year ending October 31, 2025, please refer to the “Announcement of Revisions to the Full-year Consolidated Earnings Forecast and Year-end Dividend Forecast for Fiscal Year Ending October 31, 2025” disclosed on October 10, 2025.