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June 24, 2024

To whom it may concern:

Company Name: SHIBAURA MACHINE CO., LTD.
Representative: Shigetomo Sakamoto, President,
Chief Executive Officer and Chief Operating Officer
(Securities Code: 6104, Tokyo Stock Exchange, Prime Market)
Inquiries: Minoru Aoki, Senior Manager of
Public Relations and Investor Relations Department

Notice of Transfer of Fixed Assets, Recording of Extraordinary Gain
and Revision of Consolidated Earnings Forecast

SHIBAURA MACHINE CO., LTD. (the “Company”) hereby announces that at the board of directors meeting held on June 24, 2024, decided to transfer its fixed assets.

As a result, the Company expects to record an extraordinary profit for the second quarter of the fiscal year ending March 2025 and has revised its consolidated earnings forecast for the second quarter (cumulative) of the fiscal year ending March 2025, which was announced on May 13, 2024.

1. Reason for the transfer

In order to improve asset efficiency through effective utilization of management resources, the Company has decided to transfer the following assets.

2. Outline of assets to be transferred

Name and location of the assets	transfer cost	profit on transfer	present condition
Land 25,032.77 m ² (840 Shimotogari, Nagaizumi-cho, Sunto-gun, Shizuoka Prefecture)	4.4 billion yen	Approx. 4 billion yen	Factory site

※The gain on transfer is an estimated amount obtained by deducting the book value and the estimated amount of various costs and expenses related to the transfer from the transfer price.

3. Outline of the transferee

(1) Name	Nagaizumi-cho		
(2) Address	828 Nakatogari, Nagaizumi-cho, Sunto-gun, Shizuoka Prefecture		
(3) Relationship between the transferee and the Company	Capital relationship	None	
	Human relationship	None	
	Business relationship	None	
	Status of related parties	None	

4. Schedule of the transfer

(1)	Date of board of directors resolution	June 24, 2024
(2)	Date of contract	June 24, 2024
(3)	Date of property handover	Late August , 2024 (planned)

※The contract is subject to a condition precedent and will take effect upon approval by the transferee's congress (on June 27 (planned)).

5. Future outlook

Due to the transfer of the fixed assets, the Company plans to record an extraordinary gain of approximately 4 billion yen as a gain on sales of fixed assets in the second quarter of the fiscal year ending March 2025.

6. Revision of consolidated financial forecast for the second quarter (cumulative) of the fiscal year ending March 2025 (April 1, 2024 - September 30, 2024)

	Net sales	Operating profit	Ordinary profit	Net profit attributable to owners of parent	Net gain per share
	Millions of yen	Millions of yen	Millions of yen	Millions of yen	Yen Sen
Previous forecast (A)	85,000	6,500	5,600	4,200	179.28
Revised forecast (B)	85,000	6,500	5,600	6,900	294.53
Change (B)－(A)	0	0	0	2,700	
Percentage change	0.0%	0.0%	0.0%	64.3%	
(Reference) Previous second quarter results (second quarter of the fiscal year ending March 2024)	81,915	8,164	9,035	14,359	594.24

7. Reasons for Revision of Consolidated Earnings Forecasts

Due to the posting of the above extraordinary gain, net gain attributable to owners of the parent is expected to exceed the previous forecast, and the Company has revised its consolidated earnings forecast for the first half of the current fiscal year.

There is no change to the consolidated financial forecast for the full fiscal year ending March 2025. If it becomes necessary to revise the forecast due to business trends or other factors, we will announce such revisions promptly.

(Note) The above forecasts are based on the economic environment and available information at the time of preparation of this document, and actual results may differ from these forecasts due to various factors.