

November 14, 2025

To our Stakeholders

Company name:	Advance Create Co., Ltd.
Representative:	Yoshiharu Hamada, President (Securities code: 8798; Tokyo, Sapporo, Fukuoka Market)
Inquiries:	Keisuke Soga, Executive Officer, General Manager of Corporate Planning Department (TEL: 06-6204-1193)

Note: This document has been translated from the Japanese original for reference purposes only. In the event of any discrepancy between this translated document and the Japanese original, the original shall prevail.

**Notice of Record of Non-Operating Expenses (Foreign Exchange Losses) and Extraordinary Losses (Impairment Losses, etc.), and Valuation Loss on Shares of Subsidiaries (Non-Consolidated Financial Results)**

Advance Create Co., Ltd. (hereinafter referred to as the “Company”) announces that it has recorded non-operating expenses (foreign exchange losses) and extraordinary losses (impairment losses, etc.) in its consolidated financial results for the fiscal year ending September 30, 2025 (October 1, 2024 – September 30, 2025). Additionally, the Company has recorded a valuation loss on shares of subsidiaries in its non-consolidated financial results for the fiscal year ending September 30, 2025.

### 1. Record of Non-Operating Expenses (Foreign Exchange Losses)

Foreign exchange losses of 34,857 thousand yen as non-operating expenses were recorded due to fluctuations in exchange rates and the appreciation of the yen.

### 2. Record of Extraordinary Losses (impairment losses, etc.)

The following extraordinary losses were recorded due to the decline in profitability of fixed assets.

(Thousands of yen)

	Loss on store closures	Impairment loss	Provision for loss on guarantees	Insurance cancellation loss	Special investigation Fee	Expenses related to prior period corrections	Valuation loss on investment securities	Total
Consolidated fiscal year ending September 2025	10,972	224,374	94,484	35,290	35,344	174,545	14,885	589,897

### 3. Record of Valuation Loss on Shares of Subsidiaries (Non-Consolidated Financial Results)

An impairment loss of 150,000 thousand yen was recognized on the shares of Advance insurance Marketing (Hoken Ichiba), our consolidated subsidiary, due to a decline in its net assets, and recorded in our non-consolidated financial statements as an impairment loss on shares of subsidiaries.

### 4. Impact on Financial Results

The impact of the non-operating expenses (foreign exchange losses) and extraordinary losses (impairment losses, etc.) on financial results is reflected in the “Consolidated Financial Results for the Fiscal Year Ended September 30, 2025 (Under Japanese GAAP)” dated November 14, 2025.

The impairment of the loss on shares of subsidiaries, while recorded in the non-consolidated financial statements, is eliminated in the consolidated financial statements and therefore has no impact on the consolidated financial performance.

The Company deeply apologizes to our shareholders, investors, and other stakeholders for any inconvenience and concern.