

DAISHINKU CORP.

February 6, 2019

Notice Regarding the Recording of Loss on Business Transfer (Extraordinary Losses)

DAISHINKU CORP. (hereinafter, the “Company”) hereby announces that it is expected to record loss on business transfer (extraordinary losses) for the third quarter of the consolidated fiscal year ending March 31, 2019 (April 1, 2018 to December 31, 2018). The details are as follows:

1. About extraordinary losses

As the crystal products business is transferred from HARMONY ELECTRONICS (ShenZhen) Co.,Ltd. to HARMONY ELECTRONICS (DongGuan) Co.,Ltd., the Company is expected to record extraordinary losses of 114 million yen as loss on business transfer for the third quarter of the current consolidated fiscal year (April 1, 2018 to December 31, 2018).

2. Future outlook

The Company is currently reviewing the impact on the result of the fiscal year ending in March 31, 2019 including above and will announce those revisions immediately, if it is necessary to revise any performance forecast on it.