



December 11, 2025

Name of Company Furukawa Electric Co., Ltd.
Name of Representative Hideya Moridaira, President
(Code: 5801 Prime Market of the Tokyo Stock Exchange)
Contact Hiroko Takita,
Corporate Vice President and General
Manager of Investor Relations Dept.
(TEL +81-3-6281-8540)

Notice Concerning the Change to a Specified Subsidiary (Transfer of Equity Interest)

Furukawa Electric Co., Ltd. ("the Company") hereby announces that, at the Board of Directors' meeting held today, it was resolved to transfer all equity interest in its wholly-owned specified subsidiary, Shenyang Furukawa Cable Co., Ltd., as follows. As a result of this transfer of the equity interest, Shenyang Furukawa Cable Co., Ltd. will no longer be the specified subsidiary of the Company.

1. Reason for the transfer

In the past, Shenyang Furukawa Cable Co., Ltd., a consolidated subsidiary of the Company ("the Subsidiary"), significantly contributed to developing underground power transmission networks in China. However, as price competition has been intensifying amid the slow economic recovery of the Chinese market in recent years, the Company judged that it would be difficult to restore profitability in terms of profit under the existing structure even on the premise of future market growth over the medium to long term. Against this background, the Company has been considering the deconsolidation of the Subsidiary by transferring all the equity interest owned by the Company, and now concluded that it would be best to transfer all the equity interest owned by the Company to Anhui Wei Guang Wire & Cable Co., Ltd., which has a proven track record of successful bidding in China.

2. Overview of the Subsidiary

(1) Company name	Shenyang Furukawa Cable Co., Ltd.
(2) Address	No.50-1, Chunlan Yi Street, Sujiatun District, Shenyang, Liaoning, P.R. China
(3) Name and title of representative	Chairman, Yukihiro Yagi
(4) Business	Manufacturing and sale of extra high voltage power cables and accessories (their components, terminal devices, joints, etc.); installation/connection work
(5) Capital stock	768 millions of Renminbi
(6) Established	February 1995
(7) Major shareholders and shareholding ratio	Furukawa Electric Co., Ltd. 100%

(8) Relationship with the Company	Capital relationship	The Company has a stake of 100%.	
	Personal relationship	Three officers of the Company also serve as officers of the Subsidiary.	
	Business relationship	The Company supplies some of raw materials to the Subsidiary and sells some of the Subsidiary's products.	
	Related party	The Subsidiary is a consolidated subsidiary of the Company.	
(9) Operating performance and financial condition in the last three fiscal years (in millions of Renminbi)			
Fiscal year	FY2022 ended Dec. 31, 2022	FY2023 ended Dec. 31, 2023	FY2024 ended Dec. 31, 2024
Net assets	135	79	51
Total assets	924	1,005	993
Net sales	629	645	699
Operating profit	2	(23)	1
Net profit	(23)	(55)	(28)

3. Overview of the Transferee

(1) Company name	Anhui Wei Guang Wire & Cable Co., Ltd.	
(2) Address	North Meichonghu Road, Shuangfeng Economic Development Zone, Changfeng County, Hefei City, Anhui, P.R. China	
(3) Name and title of representative	General Manager, Xu Hongwei	
(4) Business	Manufacturing and sale of cables/power cables	
(5) Capital stock	660 millions of Renminbi	
(6) Established	June 2006	
(7) Major shareholders and shareholding ratio	Xu Hongwei 55.6%, Zhou Jingjing 44.4%	
(8) Relationship with the Company	Capital relationship	Not applicable
	Personal relationship	Not applicable
	Business relationship	Not applicable
	Related party	Not applicable

4. Equity interest to be transferred and equity interest before/after the transfer

Equity interest before the transfer	100%
Equity interest to be transferred	100%
Transfer price	10 millions of Renminbi
Equity interest after the transfer	0%

5. Schedule

Board of Directors' meeting	December 11, 2025
Establishment of the contract	On or after December 11, 2025
Transfer of equity interest	Around February 2026 (projected)

6. Future outlook

The impact of this change is already incorporated, as an estimated value, into “Financial forecasts of consolidated operating results for fiscal year ending March 31, 2026”, which was released on November 10, 2025. If any revision to the financial forecasts is required including those attributable to other factors, the Company will promptly disclose such a revision.

END