



February 4, 2021

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Name of Representative	Keiichi Kobayashi, President
	(Code: 5801 First Section of the Tokyo Stock Exchange)
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## Notice Regarding the Recording of Provision of Allowance for Doubtful Accounts in the Non-consolidated Financial Statement

In the company's non-consolidated financial statement for fiscal year 2020 (April 1, 2020 through March 31, 2021), a provision of allowance for doubtful accounts was recorded for the loans made to a consolidated subsidiary.

### 1. Details of the provision of allowance for doubtful accounts

Based on the recording of provision of allowance for product defect compensation and the deteriorated financial situation due to COVID-19 at the company's consolidated subsidiary Furukawa Automotive Systems Inc., a provision of allowance for doubtful accounts of JPY 6,042 million was recorded in FY2020 Q3 in the non-consolidated financial statement for the loans made to the subsidiary.

### 2. Impact on the financial results accounts

The above provision of allowance for doubtful accounts was recorded as a non-operating expense in the non-consolidated financial statement, but because it will be written off in the consolidated financial statement, there will be no impact on the consolidated financial results.

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