



May 15, 2026

Company name: SRS HOLDINGS CO., LTD.
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(Securities code: 8163, TSE Prime Market)
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Notice of Recording of Non-operating Expenses and Extraordinary Losses

SRS HOLDINGS CO., LTD. (the “Company”) hereby announces that it has recorded non-operating expenses and extraordinary losses in its financial results for the fiscal year ended March 31, 2026, as follows.

1. Details of Non-operating Expenses

As a result of considering the financial conditions and future earnings forecast of NIS CO., LTD., which is one of the Company’s consolidated subsidiaries, the Company recorded 321 million yen of provision of allowance for doubtful accounts related to loans to NIS CO., LTD. as non-operating expenses in the non-consolidated financial statements. Since this provision of allowance for doubtful accounts is eliminated in the consolidated financial statements, there is no impact on the consolidated results.

2. Details of Extraordinary Losses

(1) Recording of impairment losses

Regarding NIS CO., LTD., which is one of the Company's consolidated subsidiaries, the unamortized balance of goodwill of 87 million yen and the unamortized balance of other intangible assets of 52 million yen in the consolidated financial statements have been recorded as impairment losses after considering the said company's financial conditions and future earnings forecasts.

In addition, in accordance with the "Accounting Standard for Impairment of Fixed Assets," impairment losses of 460 million yen for the fourth quarter of the current fiscal year and 472 million yen for the cumulative period have been recorded as extraordinary losses, due to a decline in the profitability of business-use assets held by the Group.

(2) Recording of loss on valuation of shares of subsidiaries and associates

For the same reason as “(1) Recording of impairment losses” above, the book value of NIS CO., LTD., one of the Company's consolidated subsidiaries, has been reduced to its actual value, and loss on valuation of shares of subsidiaries and associates of 111 million yen has been recorded in the non-consolidated financial statements.

Since this loss on valuation of shares of subsidiaries and associates is eliminated in the consolidated financial statements, there is no impact on the consolidated results.

3. Impact on Financial Results

The above information has been reflected in the “Consolidated Financial Results for the Fiscal Year Ended March 31, 2026 (Under Japanese GAAP)” announced today.