

July 11, 2025

To Shareholders with Voting Rights:

Company Name	MORITO CO., LTD.
Name of Representative	Takaki Ichitsubo, Representative Director and President (Securities Code: 9837, TSE Prime Market)
Head Office	4-2-4, Minami Honmachi, Chuo-ku, Osaka-shi, Osaka, Japan Kiyomi Akui, Director, Managing Executive Officer, General Manager of Corporate Management
Inquiries	Department, and Division Manager of Corporate Administrative Division (TEL: 06-6252-3551)

Notice Regarding Recognition of Gain on Negative Goodwill

On January 24, 2025, it was announced in the “Notice of Acquisition of Shares of Mitsuboshi Corporation (Turning the company into a subsidiary)” that MORITO Co., Ltd. (the “Company”) had successfully acquired shares of Mitsuboshi Corporation, thereby transforming it into a consolidated subsidiary of the Company. In the second quarter of the current fiscal year, the Company recognized a gain of 1,120 million yen from negative goodwill. It is important to note that the valuation of identifiable intangible assets is still ongoing and has been accounted for on a provisional basis.

Meanwhile, in the U.S., where the Company’s consolidated subsidiary, MORITO SCOVILL AMERICAS, LLC., operates, the outlook for consumption is growing increasingly uncertain due to the effects of reciprocal tariffs.

In the apparel industry where the Company Group operates, there is a noticeable shift towards local production aimed at meeting local consumption needs. To respond to this shift, the Company is actively exploring and optimizing the restructuring of its global manufacturing system, including ASEAN countries.

As a result, the Company believes that the “valuation of goodwill and trademark rights” recorded against Mitsuboshi Corporation requires careful consideration and judgment, especially when accounting for the future outlook.

Although the Company has incorporated the above initiatives into its earnings forecast, the consolidated financial results forecast for the fiscal year ending November 30, 2025, as announced on April 11, 2025, remains unchanged.

*Note on the financial results forecast

The above forecast is based on information available as of the date of publication of this document. Actual results, etc. may differ from the forecast due to various factors in the future. In the event that changes to the forecast figures occur, the Company will promptly disclose them.