

**SHIMA SEIKI MFG., LTD.**

Representative: Mitsuhiro Shima, President

Code number: 6222

Stock listings: Tokyo Stock Exchange (Prime)

*Notice regarding non-operating expense (foreign exchange loss)*

SHIMA SEIKI MFG., LTD. (the “Company”) announces that it has incurred the following exchange loss for the Second quarter of the fiscal year ending March 2024 (April 1, 2023 - September 30, 2023).

Notes

1. Content of exchange loss

The Company recorded an exchange loss of ¥286 million in non-operating expenses as a result of fluctuations in the currency markets for the cumulative second quarter of the consolidated fiscal year ending March 2024. This was primarily caused by foreign currency assets and liabilities of overseas consolidated subsidiaries revalued at the end of the second quarter.

The above amount represents an exchange loss accrued from the impact of the currency markets at the end of the second quarter of the fiscal year ending March 2024 and is subject to the future condition of the currency markets.

2. Content of impact on profit or loss

For the impact of the above-mentioned recording of the exchange loss on business results, please see the Financial Results for the Second Quarter Ending March 31, 2024 [Japanese GAAP] (Consolidated basis), which was announced today (dated on October 31, 2023).