



(Securities Code 7616 TSE PRIME)

May 9, 2024

To whom it may concern

Company	COLOWIDE Co., Ltd.
Representative	Kohei NOJIRI President & Representative Director
Inquiries	Masaaki YONEMURA Chief of Corporate Planning Department (TEL +81-45-274-5970)

Notice of "Extraordinary Losses and Differences between Forecast and Actual Results" of Consolidated Subsidiaries

ATOM CORPORATION (Head office: Yokohama, Japan; Representative: Yasuyuki Kojima, President and Representative Director), a consolidated subsidiary of the Company, today announced the "Notice of Extraordinary Losses and Differences between Forecast and Actual Results for the Fiscal Year Ended March 31, 2024 as described in the attached document.

For the impact on our consolidated financial results for the fiscal year ended March 31, 2024, please refer to the "Notice of Other Operating Expenses (Impairment Loss) and Difference between Forecast and Actual Results" separately disclosed on May 9, 2024.

Note : This document has been translated from the Japanese original for reference purposes only. In the event of any discrepancy between this translated document and the Japanese original, the original shall prevail.



(Securities code 7412 TSE STANDARD, NSE MAIN)

May 9, 2024

To whom it may concern

Company ATOM CORPORATION
Representative Yasuyuki KOJIMA
President & Representative Director
Inquiries Shinichiro SATO
Chief of Corporate Department
(TEL +81-45-224-7390)

Notice of Recording of Extraordinary Loss and Difference between Full-Year Earnings Forecast and Actual Results

We hereby announce that it has decided to record an extraordinary loss for the fourth quarter of the fiscal year ended March 31, 2024. We also announce the following differences between the full-year earnings forecast for the fiscal year ended March 31, 2024 announced on November 9, 2023 and the actual results announced today.

Record

1. Extraordinary loss

In order to drastically improve profitability for the fiscal year ending March 31, 2025 and beyond, we have decided to book an impairment loss of 907 million yen (cumulative amount of 1,041 million yen) for 91 stores at the end of the current fiscal year.

Although we plan to recover our business performance by restructuring our brand concept and QSCA and strengthening sales promotion, those items that may pose a risk in the future were treated this time in consideration of their future recoverability in accordance with the "Accounting Standard for Impairment of Fixed Assets".

2. Differences between the full-year earnings forecast and the actual results

(1) Differences between the full-year earnings forecast for the fiscal year ended March 31, 2024 and the actual results (From April 1, 2023 to March 31, 2024)

	Revenue	Operating profit	Ordinary profit	Profit	Basic earnings per share
	Million yen	Million yen	Million yen	Million yen	Yen
Forecast (A)	37,287	225	315	△662	△3.60
Actual results (B)	36,947	△65	9	△1,470	△7.79
Difference (B-A)	△339	△290	△305	△808	△4.19
Difference ratio (%)	△0.9	—	—	—	
(Reference) The fiscal year ended March 31, 2023	35,239	△1,020	△1,134	△2,165	△11.38

(2) Reasons for the difference

We have aggressively invested in various sales measures to match the recovery in consumption, improved profitability through remodeling of existing stores, and reviewed its product mix.

Although these efforts are producing some results, revenue, operating profit, ordinary profit, and profit each fell short of the previously announced forecasts due to higher-than-expected raw material prices, higher store operating costs, and a decline in consumer appetite caused by rising prices.

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