November 9, 2026

To whom it may concern,

Name of company: Toyobo Co., Ltd.
Name of representative: Ikuo Takeuchi,
President and Representative Director
(Stock code: 3101, Prime Market of the Tokyo Stock Exchange)
Contact: Maki Sato,
General Manager,
Corporate Communication Department
(TEL +81-6-6348-3044)

(Progress of Previously Disclosed Matter) Notice regarding the recording of extraordinary losses associated with the suspension of operations of the El Salvador subsidiary and extraordinary gains on the transfer of fixed assets

Toyobo Co., Ltd. (the "Company") announced the suspension of operations of its consolidated subsidiary, INDUSTRIAS UNIDAS, S.A. ("IUSA"), and the transfer of fixed assets in the "Notice regarding the suspension of operations of the El Salvador subsidiary" dated August 25, 2026 and the "Notice regarding the transfer of fixed assets of the El Salvador subsidiary and recording of extraordinary gains" dated September 1, 2026, respectively.

The Company previously stated that the impact of these matters on the consolidated financial results was under examination. The Company hereby announces that it recorded extraordinary gains and losses in the second quarter ended September 30, 2026, as follows.

1. Recording of extraordinary losses associated with the suspension of operations

Pursuant to the decision to suspend operations for IUSA, in the second quarter ended September 30, 2026, Toyobo Group (the "Group") recorded ¥0.5 billion of retirement-related expenses as business restructuring expenses under extraordinary losses.

In addition to the above, from the third quarter ending December 31, 2026 onward, the Group expects to record costs associated with the suspension of operations as extraordinary losses.

2. Recording of extraordinary gains associated with the transfer of fixed assets

Regarding the transfer of fixed assets held by IUSA announced on September 1, 2026, following the completion of the first delivery, in the second quarter ended September 30, 2026, the Group recorded a gain on sale of fixed assets of ¥1.3 billion as extraordinary gains. This recorded amount represents the transfer price less the book value of the assets, transfer-related expenses, etc.

Additionally, the second delivery is planned for May 2027, and the resulting gain is expected to be recorded as a gain on the sale of fixed assets under extraordinary gains for the first quarter ending June 30, 2027.

3. Future prospect

The impact of this matter on the consolidated earnings forecast for the fiscal year ending March 31, 2027 continues to be carefully assessed. The Company will promptly make an announcement if any matters requiring disclosure arise.