

Risk of Delivery Delays due to Supply Restrictions

As widely reported in the media, due to recent geopolitical developments and the tightening of export regulations affecting certain critical materials, the procurement of some materials has become increasingly difficult.

Under these circumstances, our company has been making every effort to secure materials and maintain sufficient inventory. However, we have recently received notifications from our major suppliers stating that "procurement of petroleum-based products and rare earth materials used in our products has become difficult, and there is a possibility of delivery delays for certain items."

At present, the anticipated impacts are as follows:

<Impact on Procurement, Production, Transportation, and Logistics>

- Organic solvents used for painted products
- Cemented carbide materials used for molds
- Resin and rubber products
- Changes to machine specifications due to the use of alternative materials

In response to this situation, we are taking measures such as securing alternative procurement routes and evaluating substitute materials. However, as of now, no effective solution has been established. Furthermore, as the supply chain situation continues to change on a daily basis, it remains difficult to provide a clear outlook at this time.

Accordingly, for machines and spare parts currently on order, there may be potential supply delays, quantity limitations, and price fluctuations. We kindly ask for your understanding in this matter.

We sincerely apologize for any inconvenience and concern this situation may cause. Our company will continue to make every effort to maintain stable supply. Should there be any changes in the situation, we will provide updates on our website accordingly. We appreciate your understanding and continued support.