



May 9, 2024

Company Name: Brother Industries, Ltd.  
Representative: Ichiro Sasaki, Representative Director & President  
(Code: 6448, Prime Market of the Tokyo Stock Exchange and Premier Market of the Nagoya Stock Exchange)  
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**Notice Regarding the Recording of Impairment Loss and Differences between Consolidated Results Forecasts and Actual Results for the Fiscal Year Ended March 31, 2024**

Brother Industries, Ltd. (the “Company”) announced today that it recorded an impairment loss in the fourth quarter of the fiscal year ended March 31, 2024 (April 1, 2023 to March 31, 2024), and consequently consolidated results for the fiscal year ended March 31, 2024 deviated from the forecasts announced on February 6, 2024, as described below.

1. Recording of impairment loss

The Company performed an impairment test for goodwill in the Domino business pursuant to International Financial Reporting Standards (IFRS) and as a result recorded an impairment loss of 28.2 billion yen on a part of goodwill in consolidated results for the fiscal year ended March 31, 2024. The Company recorded the impairment loss as a result of the negative impact of the ongoing appreciation of the British pound on profits, the higher discount rate reflecting rising interest rates, and a careful review of its future business plan considering the slower-than-expected growth in the digital printing equipment market, and other factors.

2. Differences between consolidated results forecasts and actual results for the fiscal year ended March 31, 2024

(1) Differences between consolidated results forecasts and actual results (April 1, 2023 to March 31, 2024)

(millions of yen)

	Revenue	Business segment profit	Operating profit	Profit before income taxes	Profit for the period	Profit for the period attributable to owners of the parent company	Basic earnings per share for the period (JPY)
Previous forecast (A)	820,000	70,000	70,000	70,000	50,000	50,000	195.32
Results for the fiscal year ended March 31, 2024 (B)	822,930	75,579	49,792	52,523	31,662	31,645	123.81

Change (B-A)	2,930	5,579	-20,207	-17,476	-18,337	-18,354	—
Change (%)	0.4%	8.0%	-28.9%	-25.0%	-36.7%	-36.7%	—
(Reference) Results for the fiscal year ended March 31, 2023	815,269	60,404	55,378	56,953	39,086	39,082	152.67

(2) Reasons for the differences

Operating profits and subsequent items fell below the previous forecasts due to reasons such as the recording of an impairment loss of 28.2 billion yen on a part of goodwill in the Domino business.