



April 6, 2022

To whom it may concern,

Company name: PACIFIC METALS CO., LTD.
Representative: Aoyama Masayuki, President and
Representative Director
(Securities code: 5541
TSE Prime Market)
Head Office: 1-6-1 Otemachi, Chiyoda-ku,
Tokyo
Contact: Matsuyama Terunobu,
Managing Executive Officer and
Director
(Telephone: +81-3-3201-6681)

Notice Concerning the Molten Material Leakage Accident at an Electric Furnace (2nd Report)

PACIFIC METALS CO., LTD. (the “Company”) hereby announces the estimate of the impact of the molten material leakage accident at an electric furnace of its Hachinohe Head Office/Manufacturing Works (Hachinohe City, Aomori Prefecture), which occurred on March 29 (Tuesday), 2022 at around 6:20 p.m., on the Company’s consolidated financial results for the fiscal year ended March 31, 2022, and the expected schedule for resumption of production.

1. Estimate of the impact on the Company’s financial results for the fiscal year ended March 31, 2022

There will be no impact on sales.

Regarding production facilities, it is difficult to reasonably estimate the restoration cost and the amount of insurance payment at this point. However, as a result of the Company’s estimation based on certain assumptions, the Company expects the impact on its consolidated financial results for the fiscal year ended March 31, 2022 to be negligible.

Therefore, there is no change to the consolidated financial results forecast announced on January 31, 2022, due to the said accident.

If any matters to be disclosed arise in the future, the Company will promptly provide information on such matters.

2. Prospects for production resumption

Operation of all production facilities was temporarily suspended. At present, production has resumed using all three electric furnaces except the one where leakage occurred.

Regarding restoration of the electric furnace from which molten material leaked, production is scheduled to resume in the third quarter of the fiscal year ending March 31, 2023, in view of the lengthy delivery period for parts and materials due to the recent supply chain disruptions and other factors.