



April 28, 2023

To whom it may concern,

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Representative Director
(Securities code: 5541
TSE Prime Market)
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Director
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Notice Concerning the Molten Material Leakage Accident at an Electric Furnace (5th Report)

PACIFIC METALS CO., LTD. (the “Company”) hereby announces, with reference to 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., restoration status of the facilities and its estimated impact on the Company’s consolidated financial results for the fiscal year ended March 31, 2023.

1. Restoration status of the facilities

Regarding restoration of the electric furnace from which molten material leaked, as announced in “Notice Concerning the Molten Material Leakage Accident at an Electric Furnace (4th Report)” dated January 13, 2023, there is no change to the Company’s expectations regarding the restoration of the electric furnace and the resumption of operations in the fiscal year ending March 31, 2024.

2. Estimate of the impact on the Company’s financial results for the fiscal year ended March 31, 2023

Regarding production facilities, the Company expects the impact on its consolidated financial results for the fiscal year ended March 31, 2023 to be the recording of 418 million yen in restoration cost under extraordinary losses. The amount of insurance payment will not be recorded at the same time as the restoration cost since the procedure for determination of damage is still in progress as previously announced. For this reason, there will be no impact on consolidated financial results for the fiscal year ended March 31, 2023.