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DATE: October 29, 2026

Company name: JTEKT Corporation
Stock exchange listing: Tokyo, Nagoya
Stock code: 6473
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Notice Concerning Recognition of Other Expenses in Consolidated Financial Results in Connection with Completion of the Transfer of the European Automotive Business

JTEKT Corporation (hereinafter referred to as the "Company") announced in the "Notice Concerning Signing of Definitive Agreement on the Transfer of the European Automotive Business" dated May 27, 2026, that it expected to recognize a loss of 5 billion yen as other expenses in its consolidated financial results for the fiscal year ending March 31, 2027, in connection with the transfer of its automotive business for European OEMs, including all shares of its seven consolidated subsidiaries engaged in the manufacture and sale of automotive components (hereinafter referred to as the "Transaction").

As announced in the "Notice Concerning Completion of the Transfer of the European Automotive Business" dated July 31, 2026, the Transaction was completed on the same date.

The amount of the loss to be recognized in connection with the Transaction has now been determined, and the Company hereby announces the details as follows.

1. Details of Other Expenses

The Company announced in the "Notice Concerning Signing of Definitive Agreement on the Transfer of the European Automotive Business" dated May 27, 2026, that it expected to recognize a loss of 5 billion yen as other expenses in its consolidated financial results for the fiscal year ending March 31, 2027, in connection with the Transaction.

Following the completion of the Transaction, the Company reviewed the accounting treatment relating to the Transaction and held discussions with its independent auditor. As a result, the Company will recognize 15.6 billion yen as other expenses in its consolidated financial results for the interim consolidated accounting period of the fiscal year ending March 31, 2027.

2. Future Outlook

For the future outlook, please see "Notice Concerning Revisions to Full-Year Financial Result Forecasts" released today.