

May 14, 2026

To whom it may concern:

Company: ARCHION Corporation
Representative: Karl Deppen, Representative Director
& CEO (Code Number: 543A, Prime)
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Notice Regarding Recording of Income Taxes-Deferred (Benefit) and Extraordinary Losses, and Dividends of Surplus (No Year-End Dividends) at Hino Motors, Ltd.

ARCHION, Ltd. (the “Company”) hereby announces that Hino Motors, Ltd. (“Hino”), which became a wholly-owned subsidiary of the Company as of April 1, 2026, has recorded income taxes-deferred (benefit) and extraordinary losses for the fiscal year ended March 31, 2026 (from April 1, 2025 to March 31, 2026, based on the Japanese Generally Accepted Accounting Principles), as described below.

In addition, the Company hereby announces that Hino’s Board of Directors, at its meeting held on April 28, 2026, decided not to distribute dividends of surplus to Hino’s shareholders as of the record date of March 31, 2026.

1. Recording of Income Taxes-Deferred (Benefit)

Hino and certain of its consolidated subsidiaries carefully estimated the recoverability of deferred tax assets, taking into account projections of future taxable income associated with the recovery in business performance. As a result, deferred tax assets of JPY 40,363 million were recognized. In addition, income taxes-deferred (benefit) of JPY 46,399 million were recorded in the consolidated financial results for the fiscal year ended March 31, 2026.

2. Recording of Extraordinary Losses

Hino has recorded an extraordinary loss of JPY 36,907 million related to the certification issues in North America in the consolidated financial results for the fiscal year ended March 31, 2026. The extraordinary loss covers the following contingent liabilities to the extent that they can be reasonably re-estimated based on currently available information: (i) costs associated with regulatory enforcement action in relation to engine emissions certification testing and performance in the Canadian market; and (ii) special indemnification obligations that may be incurred under the business

integration agreement with Mitsubishi Fuso Truck and Bus Corporation in the event that the relevant contingent liabilities materialize.

3. Impact on Financial Results

This matter was reflected in Hino's "Financial Results for the Fiscal Year Ended March 31, 2026 [Japanese GAAP] (Consolidated)," which has been disclosed today.

4. Dividends of Surplus (No Year-End Dividends)

(1) Details of dividend

	Determined amount	Latest Dividend Forecast	Actual Results for FY2025
Record Date	March 31, 2026	Same as on the left	March 31, 2025
Dividend per Share (Yen)	0.00	TBD	0.00
Total Amount of Dividends (Million Yen)	—	—	—
Effective Date	—	—	—
Dividend Resource	—	—	—

(2) Details of the Determination

Hino's basic policy was to strive for a stable and continuous consolidated payout ratio of approximately 30%, while strengthening its financial position and taking into consideration each fiscal year's business performance, new investments, and other factors.

For the fiscal year ended March 31, 2026, Hino posted profit attributable to owners of the parent of JPY 84,401 million. However, due to the significant impact of losses arising from certification misconduct on the financial performance of Hino Group, it is Hino's immediate task to restore and strengthen Hino's financial base. Therefore, we regret that Hino will not pay the year-end dividend as of the record date of March 31, 2026.

(For reference) Breakdown of the annual dividend

Record Date	Dividend per Share (Yen)		
	End of 2Q	End of the term	Total
Results for FY2026	0.00	0.00	0.00
Results for the previous fiscal year (FY 2025)	0.00	0.00	0.00

END