

Translation

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(Disclosure Update) Notice Concerning Extraordinary Loss from Flooding in Brazil

SAKATA SEED CORPORATION (the "Company") hereby announces the latest update regarding "Notice Concerning Flooding in Brazil" announced on May 31, 2024, June 18, 2024 and July 12, 2024.

In the notice, we stated that the amount of damage caused by the disaster was under assessment. However, as the amount of extraordinary loss has now been finalized, we hereby provide this update.

1. Overview of Extraordinary Loss

Due to the large-scale flooding in Brazil from April to May 2024, Isla Sementes Ltda., one of our consolidated subsidiaries, suffered damage.

The Company initially estimated total damages of approximately 700 million yen, which included inventory disposal loss, machinery disposal loss, recovery costs, and fixed costs during the non-operational period. However, upon inspecting the raw materials stored in the warehouse, many were found to remain usable. Additionally, the recovery period was shorter than anticipated. Consequently, the loss on disaster was finalized at 428 million yen, lower than the initial estimate.

2. Impact on the Company's Consolidated Financial Results

The aforementioned extraordinary loss has been recorded in the interim consolidated financial statements and reflected in the 'Consolidated Financial Results for the Six Months Ended November 30, 2024,' which was released today.