

July 16, 2024

To All Shareholders:

Katsuhito Okuoka  
President and Chief Operating Officer  
CKD Corporation  
250, Ouji 2-chome, Komaki, Aichi, Japan

Regarding Partial Corrections to the “NOTICE OF THE 102ND TO 104TH ANNUAL GENERAL MEETING OF SHAREHOLDERS” (English Version)

CKD Corporation (The Company) hereby announces that it has made corrections to the "Notice of the 102nd to 104th Annual General Meeting of Shareholders" (English version). We apologize and correct it as follows. In addition, there is no correction to the " Notice of the 102nd to 104th Annual General Meeting of Shareholders (Japanese version)."

As stated in the Notice of Convocation, the Japanese version has been audited by the Audit & Supervisory Board Members and the Accounting Auditor. Please note that the consolidated balance sheet, consolidated income statement, and previous period (reference) figures for the balance sheet and income statement in the Notice of Convocation (Japanese version) are not subject to the accounting audit by the Accounting Auditor.

[Corrected Places]

1. Notice of the 102nd Annual General Meeting of Shareholders (English version)"
  - Page 2 Convocation Notice Notes
  - Pages 41 to 48 Audit Report
2. Notice of the 103rd Annual General Meeting of Shareholders (English version)"
  - Page 2 Convocation Notice Notes
  - Pages 62 to 69 Audit Report
3. Notice of the 104th Annual General Meeting of Shareholders (English version)"
  - Page 2 Convocation Notice Notes
  - Pages 61 to 68 Audit Report

[Details of the Corrections]

1. Delete one note on page 2. Delete pages 41 to 48.  
\*For the content to be deleted, please refer below 1: " Notice of the 102nd Annual General Meeting of Shareholders " (English version) before the correction.
2. Delete one note on page 2. Delete pages 62 to 69.  
\*For the content to be deleted, please refer below 2: " Notice of the 103rd Annual General Meeting of

Shareholders " (English version) before the correction.

3.Delete one note on page 2. Delete pages 61 to 68.

\*For the content to be deleted, please refer below 3: " Notice of the 104th Annual General Meeting of Shareholders " (English version) before the correction.

1. " Notice of the 102nd Annual General Meeting of Shareholders " (English version) before correction

• Page 2: Deleted notes in the Notice of the General Meeting

- Of the documents to be included in this Notice, Systems to Ensure the Appropriateness of Operations, Consolidated Statements of Changes in Net Assets, Notes to Consolidated Financial Statements, Non-consolidated Statements of Changes in Net Assets, and Notes to Non-consolidated Financial Statements are posted on the Company's website (<https://www.ckd.co.jp/>) pursuant to laws and regulations and provisions of Article 15 of the Company's Articles of Incorporation, and therefore are not provided in this Notice. The Consolidated Financial Statements and Non-consolidated Financial Statements that have been audited by the Accounting Auditor and the Audit & Supervisory Board Members consist of every document provided in this Notice as well as Consolidated Statements of Changes in Net Assets, Notes to Consolidated Financial Statements, Non-consolidated Statements of Changes in Net Assets, and Notes to Non-consolidated Financial Statements. Meanwhile, the figures for the previous fiscal year presented as reference on the Consolidated Balance Sheets, Consolidated Statements of Income, Non-consolidated Balance Sheets, and Non-consolidated Statements of Income provided in this Notice are out of the scope of accounting audit by the Accounting Auditor.

1. " Notice of the 102nd Annual General Meeting of Shareholders " (English version) before correction  
• Deleted parts from pages 41 to 48

Accounting Auditor's Audit Report on the Consolidated Financial Statements (duplicated copy)

**Independent Auditor's Report**  
(English Translation)

May 13, 2022

To the Board of Directors  
CKD Corporation

Deloitte Touche Tohmatsu LLC  
Nagoya Office

Designated Engagement Partner    Tatsuharu Ito, CPA  
Designated Engagement Partner    Yusuke Takikawa, CPA

**Opinion**

Pursuant to Article 444, Paragraph 4 of the Companies Act, we have audited the accompanying consolidated financial statements, which comprise the consolidated balance sheet, the consolidated statement of income, the consolidated statement of changes in net assets and the notes to the consolidated financial statements of CKD Corporation (the "Company") for the fiscal year from April 1, 2021 through March 31, 2022.

In our opinion, the above consolidated financial statements present fairly, in all material respects, the financial position and results of operations of the corporate group, which consists of the Company and its consolidated subsidiaries, for the period covered by the consolidated financial statements, in conformity with accounting principles generally accepted in Japan.

**Basis for the Opinion**

We conducted our audit in accordance with auditing standards generally accepted in Japan. Our responsibility under the auditing standards is stated in "Auditor's Responsibility for the Audit of the Consolidated Financial Statements." We are independent of the Company and its consolidated subsidiaries in accordance with the provisions related to professional ethics in Japan, and are fulfilling other ethical responsibilities as an auditor. We believe that we have obtained sufficient and appropriate audit evidence to provide a basis for our audit opinion.

**Other Descriptions**

The other descriptions consist of the business report and the supplementary schedules. Management is responsible for preparing and disclosing the other descriptions. The Audit & Supervisory Board Members and the Audit & Supervisory Board are responsible for monitoring the execution of the duties of Directors related to designing and operating the reporting process of the other descriptions.

The subject of our audit opinion on the consolidated financial statements does not include the other descriptions. Therefore, we do not express an opinion on the other descriptions.

In auditing the consolidated financial statements, we are responsible for reading through the other descriptions, and in the process of reading through them, reviewing whether there are any material discrepancies between the other descriptions and the consolidated financial statements or the knowledge that we gained during our auditing process, and paying attention to any signs of material misstatement in other descriptions in addition to such material discrepancies.

When we determine that there is any material misstatement in other descriptions based on the tasks that we performed, we are required to report such fact.

We have found no matters to report with regard to the other descriptions.

#### Responsibilities of Management, Audit & Supervisory Board Members, and the Audit & Supervisory Board for the Consolidated Financial Statements

Management is responsible for the preparation and fair presentation of the consolidated financial statements in accordance with accounting principles generally accepted in Japan, and for designing and operating such internal control as management determines is necessary to enable the preparation and fair presentation of the consolidated financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the consolidated financial statements, management is responsible for assessing whether it is appropriate to prepare the consolidated financial statements in accordance with the premise of a going concern, and for disclosing matters relating to going concern when it is required to do so in accordance with accounting principles generally accepted in Japan.

Audit & Supervisory Board Members and the Audit & Supervisory Board are responsible for monitoring the execution of the duties of Directors related to designing and operating the financial reporting process.

#### Auditor's Responsibility for the Audit of the Consolidated Financial Statements

Our responsibility is to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to express an opinion on the consolidated financial statements from an independent standpoint in an audit report, based on our audit. Misstatements can occur as a result of fraud or error, and are deemed material if they can be reasonably expected to, either individually or collectively, influence the decisions of users taken on the basis of the consolidated financial statements.

We make professional judgment in the audit process in accordance with auditing standards generally accepted in Japan, and perform the following while maintaining professional skepticism.

- Identify and assess the risks of material misstatement, whether due to fraud or error. Design and implement audit procedures to address the risks of material misstatement. The audit procedures shall be selected and applied as determined by the auditor. In addition, sufficient and appropriate audit evidence shall be obtained to provide a basis for the audit opinion.
- In making those risk assessments, the auditor considers internal control relevant to the entity's audit in order to design audit procedures that are appropriate in the circumstances, although the purpose of the audit of the consolidated financial statements is not to express an opinion on the effectiveness of the entity's internal control.
- Assess the appropriateness of accounting policies adopted by management and the method of their application, as well as the reasonableness of accounting estimates made by management and the adequacy of related notes.
- Determine whether it is appropriate for management to prepare the consolidated financial statements on the premise of a going concern and, based on the audit evidence obtained, determine whether there is a significant uncertainty in regard to events or conditions that may cast significant doubt on the entity's ability to continue as a going concern. If there is a significant uncertainty concerning the premise of a going concern, the auditor is required to call attention to the notes to the consolidated financial statements in the audit report, or if the notes to the consolidated financial statements pertaining to the significant uncertainty are inappropriate, issue a modified opinion on the consolidated financial statements. While the conclusions of the auditor are based on the audit evidence obtained up to the date of the audit report, depending on future events or conditions, an entity may be unable to continue as a going concern.
- Besides assessing whether the presentation of and notes to the consolidated financial statements are in accordance with accounting principles generally accepted in Japan, assess the presentation, structure, and content of the consolidated financial statements including related notes, and whether the consolidated financial statements fairly present the transactions and accounting events on which they are based.
- Obtain sufficient and appropriate audit evidence regarding the financial information of the Company and its consolidated subsidiaries in order to express an opinion on the consolidated financial statements. The auditor is responsible for instructing, supervising, and implementing the audit of the consolidated financial statements, and is solely responsible for the audit opinion.

The auditor reports to Audit & Supervisory Board Members and the Audit & Supervisory Board regarding the scope and timing of implementation of the planned audit, material audit findings including material weaknesses in internal control identified in the course of the audit, and other matters required under the auditing standards.

The auditor reports to Audit & Supervisory Board Members and the Audit & Supervisory Board regarding the observance of provisions related to professional ethics in Japan as well as matters that are reasonably considered to have an impact on the auditor's independence and any safeguards that are in place to reduce or eliminate obstacles.

#### Interest

Our firm and engagement partners have no interests in the Company or its consolidated subsidiaries requiring disclosure under the provisions of the Certified Public Accountants Act of Japan.

**Independent Auditor's Report**  
(English Translation)

May 13, 2022

To the Board of Directors  
CKD Corporation

Deloitte Touche Tohmatsu LLC  
Nagoya Office

Designated Engagement Partner   Tatsuharu Ito, CPA  
Designated Engagement Partner   Yusuke Takikawa, CPA

**Opinion**

Pursuant to Article 436, Paragraph 2, Item 1 of the Companies Act, we have audited the accompanying financial statements, which comprise the non-consolidated balance sheet, the non-consolidated statement of income, the non-consolidated statement of changes in net assets and the related notes, and the accompanying supplementary schedules of CKD Corporation (the "Company") for the 102nd fiscal year from April 1, 2021 through March 31, 2022.

In our opinion, the financial statements and the accompanying supplementary schedules referred to above present fairly, in all material respects, the financial position of the Company as of March 31, 2022, and the results of its operations for the year then ended in conformity with accounting principles generally accepted in Japan.

**Basis for the Opinion**

We conducted our audit in accordance with auditing standards generally accepted in Japan. Our responsibility under the auditing standards is stated in "Auditor's Responsibility for the Audit of the Financial Statements and the Accompanying Supplementary Schedules." We are independent of the Company in accordance with the provisions related to professional ethics in Japan, and are fulfilling other ethical responsibilities as an auditor. We believe that we have obtained sufficient and appropriate audit evidence to provide a basis for our audit opinion.

**Other Descriptions**

The other descriptions consist of the business report and the supplementary schedules. Management is responsible for preparing and disclosing the other descriptions. The Audit & Supervisory Board Members and the Audit & Supervisory Board are responsible for monitoring the execution of the duties of Directors related to designing and operating the reporting process of the other descriptions.

The subject of our audit opinion on the financial statements does not include the other descriptions. Therefore, we do not express an opinion on the other descriptions.

In auditing the financial statements, we are responsible for reading through the other descriptions, and in the process of reading through them, reviewing whether there are any material discrepancies between the other descriptions and the financial statements or the knowledge that we gained during our auditing process, and paying attention to any signs of material misstatement in other descriptions in addition to such material discrepancies.

When we determine that there is any material misstatement in other descriptions based on the tasks that we performed, we are required to report such fact.

We have found no matters to report with regard to the other descriptions.

**Responsibilities of Management, Audit & Supervisory Board Members, and the Audit & Supervisory Board for the Financial Statements and the Accompanying Supplementary Schedules**

Management is responsible for the preparation and fair presentation of the financial statements and the accompanying supplementary schedules in accordance with accounting principles generally accepted in Japan, and for designing and operating such internal control as management determines is necessary to enable the preparation and fair presentation of the financial statements and the accompanying supplementary schedules that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements and the accompanying supplementary schedules, management is responsible for assessing whether it is appropriate to prepare the financial statements and the accompanying supplementary schedules in accordance with the premise of a going concern, and for disclosing matters relating to going concern when it is required to do so in accordance with accounting principles generally accepted in Japan.

Audit & Supervisory Board Members and the Audit & Supervisory Board are responsible for monitoring the execution of the duties of Directors related to designing and operating the financial reporting process.

**Auditor's Responsibility for the Audit of the Financial Statements and the Accompanying Supplementary Schedules**

Our responsibility is to obtain reasonable assurance about whether the financial statements and the accompanying supplementary schedules as a whole are free from material misstatement, whether due to fraud or error, and to express an opinion on the financial statements and the accompanying supplementary schedules from an independent standpoint in an audit report, based on our audit. Misstatements can occur as a result of fraud or error, and are deemed material if they can be reasonably expected to, either individually or collectively, influence the decisions of users taken on the basis of the financial statements and the accompanying supplementary schedules.

We make professional judgment in the audit process in accordance with auditing standards generally accepted in Japan, and perform the following while maintaining professional skepticism.

- Identify and assess the risks of material misstatement, whether due to fraud or error. Design and implement audit procedures to address the risks of material misstatement. The audit procedures shall be selected and applied as determined by the auditor. In addition, sufficient and appropriate audit evidence shall be obtained to provide a basis for the audit opinion.
- In making those risk assessments, the auditor considers internal control relevant to the entity's audit in order to design audit procedures that are appropriate in the circumstances, although the purpose of the audit of the financial statements and the accompanying supplementary schedules is not to express an opinion on the effectiveness of the entity's internal control.
- Assess the appropriateness of accounting policies adopted by management and the method of their application, as well as the reasonableness of accounting estimates made by management and the adequacy of related notes.
- Determine whether it is appropriate for management to prepare the financial statements and the accompanying supplementary schedules on the premise of a going concern and, based on the audit evidence obtained, determine whether there is a significant uncertainty in regard to events or conditions that may cast significant doubt on the entity's ability to continue as a going concern. If there is a significant uncertainty concerning the premise of a going concern, the auditor is required to call attention to the notes to the financial statements and the accompanying supplementary schedules in the audit report, or if the notes to the financial statements and the accompanying supplementary schedules pertaining to the significant uncertainty are inappropriate, issue a modified opinion on the financial statements and the accompanying supplementary schedules. While the conclusions of the auditor are based on the audit evidence obtained up to the date of the audit report, depending on future events or conditions, an entity may be unable to continue as a going concern.
- Besides assessing whether the presentation of and notes to the financial statements and the accompanying supplementary schedules are in accordance with accounting principles generally accepted in Japan, assess the presentation, structure, and content of the financial statements and the accompanying supplementary schedules including related notes, and whether the financial statements and the accompanying supplementary schedules fairly present the transactions and accounting events on which they are based.

The auditor reports to Audit & Supervisory Board Members and the Audit & Supervisory Board regarding the scope and timing of implementation of the planned audit, material audit findings including material weaknesses in internal control identified in the course of the audit, and other matters required under the auditing standards.

The auditor reports to Audit & Supervisory Board Members and the Audit & Supervisory Board regarding the observance of provisions related to professional ethics in Japan as well as matters that are reasonably considered to have an impact on the auditor's independence and any safeguards that are in place to reduce or eliminate obstacles.

**Interest**

Our firm and engagement partners have no interests in the Company requiring disclosure under the provisions of the Certified Public Accountants Act of Japan.



**Audit Report**  
(English Translation)

Regarding the execution of duties of Directors for the 102nd fiscal year from April 1, 2021 through March 31, 2022, the Audit & Supervisory Board hereby submits, as a collective opinion of all Audit & Supervisory Board Members, its audit report, which has been prepared through discussions at the 224th Audit & Supervisory Board meeting held on May 13, 2022 based on the audit reports by each Audit & Supervisory Board Member, as follows:

1. Method and Details of Audits by Audit & Supervisory Board Members and the Audit & Supervisory Board

- (1) The Audit & Supervisory Board determined audit policies, an audit plan, and the division of duties, etc., received reports on the status of performance and the results of audits from each Audit & Supervisory Board Member, received reports from Directors, other relevant employees and the Accounting Auditor regarding the execution of their duties, and requested explanation as necessary.
- (2) In conformity with the standards for audits by Audit & Supervisory Board Members specified by the Audit & Supervisory Board and in accordance with the audit policies, the audit plan, and the division of duties, etc., each Audit & Supervisory Board Member communicated with Directors, employees in the Internal Control & Audit Office and other relevant employees by various means including the telephone and the Internet, made efforts to collect necessary information and improve the audit environment, and conducted the audit in the following methods.
  - (i) We attended Board of Directors meetings and other important meetings, received reports and explanations from Directors and other relevant employees regarding the execution of their duties, inspected important approval documents, etc., and examined the status of operations and assets at the Company's head office and principal business offices.  
As for the subsidiaries in Japan and overseas, we communicated and exchanged information with directors and other personnel of subsidiaries, and received reports from them regarding their business as necessary.
  - (ii) With respect to the Board of Directors' resolutions concerning the development of the internal control system, described in the business report as the system to ensure compliance with laws and regulations and the Articles of Incorporation in the execution of duties by Directors and other systems to ensure the appropriateness of business in a corporate group comprising a stock company and its subsidiaries, as stipulated as essential systems in Article 100, Paragraphs 1 and 3 of the Regulations for Enforcement of the Companies Act, as well as such systems developed based on the resolutions, we received reports and explanations from Directors and other relevant employees regarding the status of development and operation of the systems as necessary, and expressed our opinion.
  - (iii) We verified whether the Accounting Auditor had maintained its independence and conducted audits appropriately, received reports regarding the performance of their duties, and requested explanations as necessary. We received notification from the Accounting Auditor that "systems for ensuring that the performance of the duties of financial auditor is being carried out correctly" (matters provided in each item of Article 131 of the Regulations on Corporate Accounting) were established in accordance with "Quality Control Standard for Audit" (issued by the Business Accounting Council on October 28, 2005), etc., and requested explanations as necessary. With respect to key audit matters, we consulted with the Accounting Auditor, while receiving reports on the status of audits and requesting explanations as necessary.

Based on the above, on May 13, 2022, we received and examined the business report and the supplementary schedules, the non-consolidated financial statements (the non-consolidated balance sheet, the non-consolidated statement of income, the non-consolidated statement of changes in net assets, and the notes to the non-consolidated financial statements) and the supplementary schedules, and the consolidated financial statements (the consolidated balance sheet, the consolidated statement of income, the consolidated statement of changes in net assets, and the notes to the consolidated financial statements) for the fiscal year under review.

## 2. Results of Audit

### (1) Results of Audit of Business Report and Other Relevant Documents

- (i) In our opinion, the business report and the supplementary schedules are in accordance with the related laws and regulations and the Articles of Incorporation, and fairly represent the Company's condition.
- (ii) No inappropriate conduct concerning the execution of duties of Directors or material facts in violation of laws, regulations or the Articles of Incorporation were found.
- (iii) We found that the Board of Directors' resolutions concerning the internal control system are appropriate in content. We also found no matters requiring note on our part with respect to the execution of duties of Directors concerning the internal control system or the content of the business report concerning the internal control system.

### (2) Results of Audit of Non-Consolidated Financial Statements and Supplementary Schedules

We found that the methods and the results of the audit conducted by the Accounting Auditor, Deloitte Touche Tohmatsu LLC, are appropriate.

### (3) Results of Audit of Consolidated Financial Statements

We found that the methods and the results of the audit conducted by the Accounting Auditor, Deloitte Touche Tohmatsu LLC, are appropriate.

May 13, 2022

#### Audit & Supervisory Board, CKD Corporation

Standing Audit & Supervisory Board Member	Masafumi Kokubo
External Audit & Supervisory Board Member	Koichi Hayashi
External Audit & Supervisory Board Member	Takeshi Sawaizumi
External Audit & Supervisory Board Member	Shuzo Hashimoto

## 2. " Notice of the 103rd Annual General Meeting of Shareholders " (English version) before correction

- Page 2: Deleted notes in the Notice of the General Meeting
  - The Reference Documents for the General Meeting of Shareholders and some of the Business Reports have been sent to shareholders who have yet to request a paper copy.  
In the paper copy to be sent to shareholders who have requested it, under laws and regulations and provisions of Article 15 of the Company's Articles of Incorporation, the following matters are not set forth, so such a paper copy is only a part of the documents that have been audited by the Audit & Supervisory Board Members and the Accounting Auditor in the course of preparing the audit report.
    - Systems to Ensure the Appropriateness of Operations in Business Reports
    - Consolidated Statements of Changes in Net Assets and Notes to Consolidated Financial Statements in Consolidated Financial Statements
    - Non-consolidated Statements of Changes in Net Assets and Notes to Non-consolidated Financial Statements in Non-consolidated Financial Statements

2. " Notice of the 103rd Annual General Meeting of Shareholders " (English version) before correction
- Deleted parts from pages 62 to 69

Accounting Auditor's Audit Report on the Consolidated Financial Statements (duplicated copy)

## Independent Auditor's Report (English Translation)

May 11, 2023

To the Board of Directors  
CKD Corporation

Deloitte Touche Tohmatsu LLC  
Nagoya Office

Designated Engagement Partner    Tatsuharu Ito, CPA  
Designated Engagement Partner    Yusuke Takikawa, CPA

### Opinion

Pursuant to Article 444, Paragraph 4 of the Companies Act, we have audited the accompanying consolidated financial statements, which comprise the consolidated balance sheet, the consolidated statement of income, the consolidated statement of changes in net assets, and the notes to the consolidated financial statements of CKD Corporation (the "Company") for the fiscal year from April 1, 2022 through March 31, 2023.

The above consolidated financial statements present fairly, in all material respects, the financial position and results of operations of the corporate Group, which consists of the Company and its consolidated subsidiaries, for the period covered by the consolidated financial statements, in conformity with accounting principles generally accepted in Japan.

### The basis for the Opinion

We conducted our audit in accordance with auditing standards generally accepted in Japan. Our responsibility under the auditing standards is stated in "Auditor's Responsibility for the Audit of the Consolidated Financial Statements." We are independent of the Company and its consolidated subsidiaries in accordance with the provisions related to professional ethics in Japan and are fulfilling other ethical responsibilities as an auditor. We believe we have obtained sufficient and appropriate audit evidence to provide a basis for our audit opinion.

### Other Descriptions

The other descriptions consist of the business report and the supplementary schedules. Management is responsible for preparing and disclosing the other descriptions. The Audit & Supervisory Board Members and the Audit & Supervisory Board are responsible for monitoring the execution of the Directors' duties related to designing and operating the reporting process of the other descriptions.

The subject of our audit opinion on the consolidated financial statements does not include the other descriptions. Therefore, we do not express an opinion on the other descriptions.

In auditing the consolidated financial statements, we are responsible for reading through the other descriptions and in the process of reading through them, reviewing whether there are any material discrepancies between the other descriptions and the consolidated financial statements or the knowledge that we gained during our auditing process, and paying attention to any signs of material misstatement in other descriptions in addition to such material discrepancies.

When we determine any material misstatement in other descriptions based on the tasks we performed, we are required to report such a fact.

We have found no matters to report with regard to the other descriptions.

#### Responsibilities of Management, Audit & Supervisory Board Members, and the Audit & Supervisory Board for the Consolidated Financial Statements

Management is responsible for the preparation and fair presentation of the consolidated financial statements in accordance with accounting principles generally accepted in Japan, and for designing and operating such internal control as management determines is necessary to enable the preparation and fair presentation of the consolidated financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the consolidated financial statements, management is responsible for assessing whether it is appropriate to prepare the consolidated financial statements in accordance with the premise of a going concern and for disclosing matters relating to a going concern when it is required to do so in accordance with accounting principles generally accepted in Japan.

Audit & Supervisory Board Members and the Audit & Supervisory Board are responsible for monitoring the execution of the Directors' duties related to designing and operating the financial reporting process.

#### Auditor's Responsibility for the Audit of the Consolidated Financial Statements

Our responsibility is to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error and to express an opinion on the consolidated financial statements from an independent standpoint in an audit report based on our audit. Misstatements can occur as a result of fraud or error and are deemed material if they can be reasonably expected to, individually or collectively, influence the decisions of users taken on the basis of the consolidated financial statements.

We make professional judgments in the audit process in accordance with auditing standards generally accepted in Japan, and perform the following while maintaining professional skepticism.

- Identify and assess the risks of material misstatement, whether due to fraud or error. Design and implement audit procedures to address the risks of material misstatement. The audit procedures shall be selected and applied as determined by the auditor. In addition, sufficient and appropriate audit evidence shall be obtained to provide a basis for the audit opinion.
- In making those risk assessments, the auditor considers internal control relevant to the entity's audit in order to design audit procedures that are appropriate in the circumstances. However, the purpose of the audit of the consolidated financial statements is not to express an opinion on the effectiveness of the entity's internal control.
- Assess the appropriateness of accounting policies adopted by management, the method of their application, the reasonableness of accounting estimates made by management and the adequacy of related notes.
- Determine whether it is appropriate for management to prepare the consolidated financial statements on the premise of a going concern and, based on the audit evidence obtained, determine whether there is significant uncertainty in regard to events or conditions that may cast substantial doubt on the entity's ability to continue as a going concern. Suppose there is significant uncertainty concerning the premise of a going concern. In that case, the auditor is required to call attention to the notes to the consolidated financial statements in the audit report, or if the notes to the consolidated financial statements pertaining to the significant uncertainty are inappropriate, issue a modified opinion on the consolidated financial statements. While the auditor's conclusions are based on the audit evidence obtained up to the date of the audit report, depending on future events or conditions, an entity may be unable to continue as a going concern.
- Besides assessing whether the presentation of and notes to the consolidated financial statements are in accordance with accounting principles generally accepted in Japan, assess the presentation, structure, and content of the consolidated financial statements, including related notes, and whether the consolidated financial statements fairly present the transactions and accounting events on which they are based.
- Obtain sufficient and appropriate audit evidence regarding the financial information of the Company and its consolidated subsidiaries in order to express an opinion on the consolidated financial statements. The auditor is responsible for instructing, supervising, and implementing the audit of the consolidated financial statements and is solely responsible for the audit opinion.

The auditor reports to Audit & Supervisory Board Members and the Audit & Supervisory Board regarding the scope and timing of implementation of the planned audit, material audit findings, including material weaknesses in internal control identified in the course of the audit, and other matters required under the auditing standards.

The auditor reports to Audit & Supervisory Board Members and the Audit & Supervisory Board regarding the observance of provisions related to professional ethics in Japan as well as matters that are reasonably considered to have an impact on the auditor's independence and any safeguards that are in place to reduce or eliminate obstacles.

#### Interest

Our firm and engagement partners have no interest in the Company or its consolidated subsidiaries requiring disclosure under the provisions of the Certified Public Accountants Act of Japan.

**Independent Auditor's Report**  
(English Translation)

May 11, 2023

To the Board of Directors  
CKD Corporation

Deloitte Touche Tohmatsu LLC  
Nagoya Office

Designated Engagement Partner   Tatsuharu Ito, CPA  
Designated Engagement Partner   Yusuke Takikawa, CPA

**Opinion**

Pursuant to Article 436, Paragraph 2, Item 1 of the Companies Act, we have audited the accompanying financial statements, which comprise the non-consolidated balance sheet, the non-consolidated statement of income, the non-consolidated statement of changes in net assets, and the related notes, and the accompanying supplementary schedules of CKD Corporation (the "Company") for the 103rd fiscal year from April 1, 2022 through March 31, 2023.

The financial statements and the accompanying supplementary schedules referred to above present fairly, in all material respects, the financial position of the Company as of March 31, 2023, and the results of its operations for the year then ended in conformity with accounting principles generally accepted in Japan.

**The basis for the Opinion**

We conducted our audit in accordance with auditing standards generally accepted in Japan. Our responsibility under the auditing standards is stated in "Auditor's Responsibility for the Audit of the Financial Statements and the Accompanying Supplementary Schedules." We are independent of the Company in accordance with the provisions related to professional ethics in Japan and are fulfilling other ethical responsibilities as an auditor. We believe we have obtained sufficient and appropriate audit evidence to provide a basis for our audit opinion.

**Other Descriptions**

The other descriptions consist of the business report and the supplementary schedules. Management is responsible for preparing and disclosing the other descriptions. The Audit & Supervisory Board Members and the Audit & Supervisory Board are responsible for monitoring the execution of the Directors' duties related to designing and operating the reporting process of the other descriptions.

The subject of our audit opinion on the financial statements does not include the other descriptions. Therefore, we do not express an opinion on the other descriptions.

In auditing the financial statements, we are responsible for reading through the other descriptions and in the process of reading through them, reviewing whether there are any material discrepancies between the other descriptions and the financial statements or the knowledge that we gained during our auditing process, and paying attention to any signs of material misstatement in other descriptions in addition to such material discrepancies.

When we determine any material misstatement in other descriptions based on the tasks we performed, we are required to report such a fact.

We have found no matters to report with regard to the other descriptions.

#### Responsibilities of Management, Audit & Supervisory Board Members, and the Audit & Supervisory Board for the Financial Statements and the Accompanying Supplementary Schedules

Management is responsible for the preparation and fair presentation of the financial statements and the accompanying supplementary schedules in accordance with accounting principles generally accepted in Japan, and for designing and operating such internal control as management determines is necessary to enable the preparation and fair presentation of the financial statements and the accompanying supplementary schedules that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements and the accompanying supplementary schedules, management is responsible for assessing whether it is appropriate to prepare the financial statements and the accompanying supplementary schedules in accordance with the premise of a going concern and for disclosing matters relating to a going concern when it is required to do so in accordance with accounting principles generally accepted in Japan.

Audit & Supervisory Board Members and the Audit & Supervisory Board are responsible for monitoring the execution of the Directors' duties related to designing and operating the financial reporting process.

#### Auditor's Responsibility for the Audit of the Financial Statements and the Accompanying Supplementary Schedules

Our responsibility is to obtain reasonable assurance about whether the financial statements and the accompanying supplementary schedules as a whole are free from material misstatement, whether due to fraud or error and to express an opinion on the financial statements and the accompanying supplementary schedules from an independent standpoint in an audit report based on our audit. Misstatements can occur as a result of fraud or error and are deemed material if they can be reasonably expected to, individually or collectively, influence the decisions of users taken on the basis of the financial statements and the accompanying supplementary schedules.

We make professional judgments in the audit process in accordance with auditing standards generally accepted in Japan, and perform the following while maintaining professional skepticism.

- Identify and assess the risks of material misstatement, whether due to fraud or error. Design and implement audit procedures to address the risks of material misstatement. The audit procedures shall be selected and applied as determined by the auditor. In addition, sufficient and appropriate audit evidence shall be obtained to provide a basis for the audit opinion.
- In making those risk assessments, the auditor considers internal control relevant to the entity's audit in order to design audit procedures that are appropriate in the circumstances. However, the purpose of the audit of the financial statements and the accompanying supplementary schedules is not to express an opinion on the effectiveness of the entity's internal control.
- Assess the appropriateness of accounting policies adopted by management, the method of their application, the reasonableness of accounting estimates made by management and the adequacy of related notes.
- Determine whether it is appropriate for management to prepare the financial statements and the accompanying supplementary schedules on the premise of a going concern and, based on the audit evidence obtained, determine whether there is significant uncertainty in regard to events or conditions that may cast substantial doubt on the entity's ability to continue as a going concern. Suppose there is significant uncertainty concerning the premise of a going concern. In that case, the auditor is required to call attention to the notes to the financial statements and the accompanying supplementary schedules in the audit report, or if the notes to the financial statements and the accompanying supplementary schedules pertaining to the significant uncertainty are inappropriate, issue a modified opinion on the financial statements and the accompanying supplementary schedules. While the auditor's conclusions are based on the audit evidence obtained up to the date of the audit report, depending on future events or conditions, an entity may be unable to continue as a going concern.
- Besides assessing whether the presentation of and notes to the financial statements and the accompanying supplementary schedules are in accordance with accounting principles generally accepted in Japan, assess the presentation, structure, and content of the financial statements and the accompanying supplementary schedules, including related notes, and whether the financial statements and the accompanying supplementary schedules fairly present the transactions and accounting events on which they are based.



The auditor reports to Audit & Supervisory Board Members and the Audit & Supervisory Board regarding the scope and timing of implementation of the planned audit, material audit findings, including material weaknesses in internal control identified in the course of the audit, and other matters required under the auditing standards.

The auditor reports to Audit & Supervisory Board Members and the Audit & Supervisory Board regarding the observance of provisions related to professional ethics in Japan as well as matters that are reasonably considered to have an impact on the auditor's independence and any safeguards that are in place to reduce or eliminate obstacles.

#### Interest

Our firm and engagement partners have no interest in the Company requiring disclosure under the provisions of the Certified Public Accountants Act of Japan.

## Audit Report (English Translation)

Regarding the execution of Directors' duties for the 103rd fiscal year from April 1, 2022 through March 31, 2023, the Audit & Supervisory Board hereby submits, as a collective opinion of all Audit & Supervisory Board Members, its audit report, which has been prepared through discussions at the 236th Audit & Supervisory Board meeting held on May 12, 2023 based on the audit reports by each Audit & Supervisory Board Member, as follows:

### 1. Method and Details of Audits by Audit & Supervisory Board Members and the Audit & Supervisory Board

- (1) The Audit & Supervisory Board determined audit policies, an audit plan, and the division of duties, etc., received reports on the status of performance and the results of audits from each Audit & Supervisory Board Member, received reports from Directors, other relevant employees and the Accounting Auditor regarding the execution of their duties, and requested explanation as necessary.
- (2) In conformity with the standards for audits by Audit & Supervisory Board Members specified by the Audit & Supervisory Board and in accordance with the audit policies, the audit plan, and the division of duties, etc., each Audit & Supervisory Board Member communicated with Directors, employees in the Internal Control & Audit Office and other relevant employees by various means including the telephone and the Internet, made efforts to collect necessary information and improve the audit environment, and conducted the audit in the following methods.
  - (i) We attended Board of Directors meetings and other essential meetings, received reports and explanations from Directors and other relevant employees regarding the execution of their duties, inspected important approval documents, etc., and examined the status of operations and assets at the Company's head office and principal business offices.  
As for the subsidiaries in Japan and overseas, we communicated and exchanged information with directors and other personnel of subsidiaries and received reports from them regarding their business as necessary.
  - (ii) With respect to the Board of Directors' resolutions concerning the development of the internal control system, described in the business report as the system to ensure compliance with laws and regulations and the Articles of Incorporation in the execution of duties by Directors and other systems to ensure the appropriateness of business in a corporate group comprising a stock company and its subsidiaries, as stipulated as essential systems in Article 100, Paragraphs 1 and 3 of the Regulations for Enforcement of the Companies Act, as well as such systems developed based on the resolutions, we received reports and explanations from Directors and other relevant employees regarding the status of development and operation of the systems as necessary and expressed our opinion.
  - (iii) We verified whether the Accounting Auditor had maintained its independence and conducted audits appropriately, received reports regarding the performance of their duties, and requested explanations as necessary. We received notification from the Accounting Auditor that "systems for ensuring that the performance of the duties of the financial auditor is being carried out correctly" (matters provided in each item of Article 131 of the Regulations on Corporate Accounting) were established in accordance with "Quality Control Standard for Audit" (issued by the Business Accounting Council on November 16, 2021), etc., and requested explanations as necessary. With respect to key audit matters, we consulted with the Accounting Auditor while receiving reports on the status of audits and requesting explanations as necessary.

Based on the above, on May 12, 2023, we received and examined the business report and the supplementary schedules, the non-consolidated financial statements (the non-consolidated balance sheet, the non-consolidated statement of income, the non-consolidated statement of changes in net assets, and the notes to the non-consolidated financial statements) and the supplementary schedules, and the consolidated financial statements (the consolidated balance sheet, the consolidated statement of income, the consolidated statement of changes in net assets, and the notes to the consolidated financial statements) for the fiscal year under review.

## 2. Results of Audit

### (1) Results of Audit of Business Report and Other Relevant Documents

- (i) The business report and the supplementary schedules are in accordance with the related laws and regulations and the Articles of Incorporation and fairly represent the Company's condition.
- (ii) No inappropriate conduct concerning the execution of Directors' duties or material facts in violation of laws, regulations, or the Articles of Incorporation were found.
- (iii) We found that the Board of Directors' resolutions concerning the internal control system are appropriate in content. We also found no matters requiring note on our part with respect to the execution of Directors' duties concerning the internal control system or the content of the business report concerning the internal control system.

### (2) Results of Audit of Non-Consolidated Financial Statements and Supplementary Schedules

We found that the methods and the results of the audit conducted by the Accounting Auditor, Deloitte Touche Tohmatsu LLC, are appropriate.

### (3) Results of Audit of Consolidated Financial Statements

We found that the methods and the results of the audit conducted by the Accounting Auditor, Deloitte Touche Tohmatsu LLC, are appropriate.

May 12, 2023

#### Audit & Supervisory Board, CKD Corporation

Standing Audit & Supervisory Board Member	Masafumi Kokubo
External Audit & Supervisory Board Member	Shuzo Hashimoto
External Audit & Supervisory Board Member	Kiyoshi Miura
External Audit & Supervisory Board Member	Tsuyoshi Takeuchi

3. " Notice of the 104th Annual General Meeting of Shareholders " (English version) before correction

- Page 2: Deleted notes in the Notice of the General Meeting
  
- The Reference Documents for the General Meeting of Shareholders and some of the Business Reports have been sent to shareholders who have yet to request a paper copy.  
In the paper copy to be sent to shareholders who have requested it, under laws and regulations and provisions of Article 15 of the Company's Articles of Incorporation, the following matters are not set forth, so such a paper copy is only a part of the documents that have been audited by the Audit & Supervisory Board Members and the Accounting Auditor in the course of preparing the audit report. Moreover, the figures for the previous fiscal year presented as reference on the Consolidated Balance Sheets, Consolidated Statements of Income, Non-consolidated Balance Sheets, and Non-consolidated Statements of Income provided in this Notice are out of the scope of accounting audit by the Accounting Auditor.
  - Systems to Ensure the Appropriateness of Operations in Business Reports
  - Consolidated Statements of Changes in Net Assets and Notes to Consolidated Financial Statements in Consolidated Financial Statements
  - Non-consolidated Statements of Changes in Net Assets and Notes to Non-consolidated Financial Statements in Non-consolidated Financial Statements

3. " Notice of the 104th Annual General Meeting of Shareholders " (English version) before correction
- Deleted parts from pages 61 to 68

Accounting Auditor's Audit Report on the Consolidated Financial Statements (duplicated copy)

**Independent Auditor's Report**  
(English Translation)

May 10, 2024

To the Board of Directors  
CKD Corporation

Deloitte Touche Tohmatsu LLC  
Nagoya Office

Designated Engagement Partner    Makoto Imaizumi, CPA  
Designated Engagement Partner    Takashi Horiba, CPA

**Opinion**

Pursuant to Article 444, Paragraph 4 of the Companies Act, we have audited the accompanying consolidated financial statements, which comprise the consolidated balance sheet, the consolidated statement of income, the consolidated statement of changes in net assets, and the notes to the consolidated financial statements of CKD Corporation (the "Company") for the fiscal year from April 1, 2023 through March 31, 2024.

The above consolidated financial statements present fairly, in all material respects, the financial position and results of operations of the corporate Group, which consists of the Company and its consolidated subsidiaries, for the period covered by the consolidated financial statements, in conformity with accounting principles generally accepted in Japan.

**The basis for the Opinion**

We conducted our audit in accordance with auditing standards generally accepted in Japan. Our responsibility under the auditing standards is stated in "Auditor's Responsibility for the Audit of the Consolidated Financial Statements." We are independent of the Company and its consolidated subsidiaries in accordance with the provisions related to professional ethics in Japan and are fulfilling other ethical responsibilities as an auditor. We believe we have obtained sufficient and appropriate audit evidence to provide a basis for our audit opinion.

**Other Descriptions**

The other descriptions consist of the business report and the supplementary schedules. Management is responsible for preparing and disclosing the other descriptions. The Audit & Supervisory Board Members and the Audit & Supervisory Board are responsible for monitoring the execution of the Directors' duties related to designing and operating the reporting process of the other descriptions.

The subject of our audit opinion on the consolidated financial statements does not include the other descriptions. Therefore, we do not express an opinion on the other descriptions.

In auditing the consolidated financial statements, we are responsible for reading through the other descriptions and in the process of reading through them, reviewing whether there are any material discrepancies between the other descriptions and the consolidated financial statements or the knowledge that we gained during our auditing process, and paying attention to any signs of material misstatement in other descriptions in addition to such material discrepancies.

When we determine any material misstatement in other descriptions based on the tasks we performed, we are required to report such a fact.

We have found no matters to report with regard to the other descriptions.

#### Responsibilities of Management, Audit & Supervisory Board Members, and the Audit & Supervisory Board for the Consolidated Financial Statements

Management is responsible for the preparation and fair presentation of the consolidated financial statements in accordance with accounting principles generally accepted in Japan, and for designing and operating such internal control as management determines is necessary to enable the preparation and fair presentation of the consolidated financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the consolidated financial statements, management is responsible for assessing whether it is appropriate to prepare the consolidated financial statements in accordance with the premise of a going concern and for disclosing matters relating to a going concern when it is required to do so in accordance with accounting principles generally accepted in Japan.

Audit & Supervisory Board Members and the Audit & Supervisory Board are responsible for monitoring the execution of the Directors' duties related to designing and operating the financial reporting process.

#### Auditor's Responsibility for the Audit of the Consolidated Financial Statements

Our responsibility is to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error and to express an opinion on the consolidated financial statements from an independent standpoint in an audit report based on our audit. Misstatements can occur as a result of fraud or error and are deemed material if they can be reasonably expected to, individually or collectively, influence the decisions of users taken on the basis of the consolidated financial statements.

We make professional judgments in the audit process in accordance with auditing standards generally accepted in Japan, and perform the following while maintaining professional skepticism.

- Identify and assess the risks of material misstatement, whether due to fraud or error. Design and implement audit procedures to address the risks of material misstatement. The audit procedures shall be selected and applied as determined by the auditor. In addition, sufficient and appropriate audit evidence shall be obtained to provide a basis for the audit opinion.
- In making those risk assessments, the auditor considers internal control relevant to the entity's audit in order to design audit procedures that are appropriate in the circumstances. However, the purpose of the audit of the consolidated financial statements is not to express an opinion on the effectiveness of the entity's internal control.
- Assess the appropriateness of accounting policies adopted by management, the method of their application, the reasonableness of accounting estimates made by management and the adequacy of related notes.
- Determine whether it is appropriate for management to prepare the consolidated financial statements on the premise of a going concern and, based on the audit evidence obtained, determine whether there is significant uncertainty in regard to events or conditions that may cast substantial doubt on the entity's ability to continue as a going concern. Suppose there is significant uncertainty concerning the premise of a going concern. In that case, the auditor is required to call attention to the notes to the consolidated financial statements in the audit report, or if the notes to the consolidated financial statements pertaining to the significant uncertainty are inappropriate, issue a modified opinion on the consolidated financial statements. While the auditor's conclusions are based on the audit evidence obtained up to the date of the audit report, depending on future events or conditions, an entity may be unable to continue as a going concern.
- Besides assessing whether the presentation of and notes to the consolidated financial statements are in accordance with accounting principles generally accepted in Japan, assess the presentation, structure, and content of the consolidated financial statements, including related notes, and whether the consolidated financial statements fairly present the transactions and accounting events on which they are based.
- Obtain sufficient and appropriate audit evidence regarding the financial information of the Company and its consolidated subsidiaries in order to express an opinion on the consolidated financial statements. The auditor is responsible for instructing, supervising, and implementing the audit of the consolidated financial statements and is solely responsible for the audit opinion.

The auditor reports to Audit & Supervisory Board Members and the Audit & Supervisory Board regarding the scope and timing of implementation of the planned audit, material audit findings, including material weaknesses in internal control identified in the course of the audit, and other matters required under the auditing standards.

The auditor reports to Audit & Supervisory Board Members and the Audit & Supervisory Board regarding the observance of provisions related to professional ethics in Japan as well as matters that are reasonably considered to have an impact on the auditor's independence and, if applicable, details of any measures that are taken to remove obstacles or any safeguards that are applied to reduce obstacles to an acceptable level.

**Interest**

Our firm and engagement partners have no interest in the Company or its consolidated subsidiaries requiring disclosure under the provisions of the Certified Public Accountants Act of Japan.

## Independent Auditor's Report

(English Translation)

May 10, 2024

To the Board of Directors  
CKD Corporation

Deloitte Touche Tohmatsu LLC  
Nagoya Office

Designated Engagement Partner    Makoto Imaizumi, CPA  
Designated Engagement Partner    Takashi Horiba, CPA

### Opinion

Pursuant to Article 436, Paragraph 2, Item 1 of the Companies Act, we have audited the accompanying financial statements, which comprise the non-consolidated balance sheet, the non-consolidated statement of income, the non-consolidated statement of changes in net assets, and the related notes, and the accompanying supplementary schedules of CKD Corporation (the "Company") for the 104th fiscal year from April 1, 2023 through March 31, 2024.

The financial statements and the accompanying supplementary schedules referred to above present fairly, in all material respects, the financial position of the Company as of March 31, 2024, and the results of its operations for the year then ended in conformity with accounting principles generally accepted in Japan.

### The basis for the Opinion

We conducted our audit in accordance with auditing standards generally accepted in Japan. Our responsibility under the auditing standards is stated in "Auditor's Responsibility for the Audit of the Financial Statements and the Accompanying Supplementary Schedules." We are independent of the Company in accordance with the provisions related to professional ethics in Japan and are fulfilling other ethical responsibilities as an auditor. We believe we have obtained sufficient and appropriate audit evidence to provide a basis for our audit opinion.

### Other Descriptions

The other descriptions consist of the business report and the supplementary schedules. Management is responsible for preparing and disclosing the other descriptions. The Audit & Supervisory Board Members and the Audit & Supervisory Board are responsible for monitoring the execution of the Directors' duties related to designing and operating the reporting process of the other descriptions.

The subject of our audit opinion on the financial statements does not include the other descriptions. Therefore, we do not express an opinion on the other descriptions.

In auditing the financial statements, we are responsible for reading through the other descriptions and in the process of reading through them, reviewing whether there are any material discrepancies between the other descriptions and the financial statements or the knowledge that we gained during our auditing process, and paying attention to any signs of material misstatement in other descriptions in addition to such material discrepancies.

When we determine any material misstatement in other descriptions based on the tasks we performed, we are required to report such a fact.

We have found no matters to report with regard to the other descriptions.



#### Responsibilities of Management, Audit & Supervisory Board Members, and the Audit & Supervisory Board for the Financial Statements and the Accompanying Supplementary Schedules

Management is responsible for the preparation and fair presentation of the financial statements and the accompanying supplementary schedules in accordance with accounting principles generally accepted in Japan, and for designing and operating such internal control as management determines is necessary to enable the preparation and fair presentation of the financial statements and the accompanying supplementary schedules that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements and the accompanying supplementary schedules, management is responsible for assessing whether it is appropriate to prepare the financial statements and the accompanying supplementary schedules in accordance with the premise of a going concern and for disclosing matters relating to a going concern when it is required to do so in accordance with accounting principles generally accepted in Japan.

Audit & Supervisory Board Members and the Audit & Supervisory Board are responsible for monitoring the execution of the Directors' duties related to designing and operating the financial reporting process.

#### Auditor's Responsibility for the Audit of the Financial Statements and the Accompanying Supplementary Schedules

Our responsibility is to obtain reasonable assurance about whether the financial statements and the accompanying supplementary schedules as a whole are free from material misstatement, whether due to fraud or error and to express an opinion on the financial statements and the accompanying supplementary schedules from an independent standpoint in an audit report based on our audit. Misstatements can occur as a result of fraud or error and are deemed material if they can be reasonably expected to, individually or collectively, influence the decisions of users taken on the basis of the financial statements and the accompanying supplementary schedules.

We make professional judgments in the audit process in accordance with auditing standards generally accepted in Japan, and perform the following while maintaining professional skepticism.

- Identify and assess the risks of material misstatement, whether due to fraud or error. Design and implement audit procedures to address the risks of material misstatement. The audit procedures shall be selected and applied as determined by the auditor. In addition, sufficient and appropriate audit evidence shall be obtained to provide a basis for the audit opinion.
- In making those risk assessments, the auditor considers internal control relevant to the entity's audit in order to design audit procedures that are appropriate in the circumstances. However, the purpose of the audit of the financial statements and the accompanying supplementary schedules is not to express an opinion on the effectiveness of the entity's internal control.
- Assess the appropriateness of accounting policies adopted by management, the method of their application, the reasonableness of accounting estimates made by management and the adequacy of related notes.
- Determine whether it is appropriate for management to prepare the financial statements and the accompanying supplementary schedules on the premise of a going concern and, based on the audit evidence obtained, determine whether there is significant uncertainty in regard to events or conditions that may cast substantial doubt on the entity's ability to continue as a going concern. Suppose there is significant uncertainty concerning the premise of a going concern. In that case, the auditor is required to call attention to the notes to the financial statements and the accompanying supplementary schedules in the audit report, or if the notes to the financial statements and the accompanying supplementary schedules pertaining to the significant uncertainty are inappropriate, issue a modified opinion on the financial statements and the accompanying supplementary schedules. While the auditor's conclusions are based on the audit evidence obtained up to the date of the audit report, depending on future events or conditions, an entity may be unable to continue as a going concern.
- Besides assessing whether the presentation of and notes to the financial statements and the accompanying supplementary schedules are in accordance with accounting principles generally accepted in Japan, assess the presentation, structure, and content of the financial statements and the accompanying supplementary schedules, including related notes, and whether the financial statements and the accompanying supplementary schedules fairly present the transactions and accounting events on which they are based.

The auditor reports to Audit & Supervisory Board Members and the Audit & Supervisory Board regarding the scope and timing of implementation of the planned audit, material audit findings, including material weaknesses in internal control identified in the course of the audit, and other matters required under the auditing standards.

The auditor reports to Audit & Supervisory Board Members and the Audit & Supervisory Board regarding the observance of provisions related to professional ethics in Japan as well as matters that are reasonably considered to have an impact on the auditor's independence and, if applicable, details of any measure that are taken to remove obstacles or any safeguards that are applied to reduce obstacles to an acceptable level.

**Interest**

Our firm and engagement partners have no interest in the Company requiring disclosure under the provisions of the Certified Public Accountants Act of Japan.

**Audit Report**  
(English Translation)

Regarding the execution of Directors' duties for the 104th fiscal year from April 1, 2023 through March 31, 2024, the Audit & Supervisory Board hereby submits, as a collective opinion of all Audit & Supervisory Board Members, its audit report, which has been prepared through discussions at the 248th Audit & Supervisory Board meeting held on May 10, 2024 based on the audit reports by each Audit & Supervisory Board Member, as follows:

1. Method and Details of Audits by Audit & Supervisory Board Members and the Audit & Supervisory Board

- (1) The Audit & Supervisory Board determined audit policies, an audit plan, and the division of duties, etc., received reports on the status of performance and the results of audits from each Audit & Supervisory Board Member, received reports from Directors, other relevant employees and the Accounting Auditor regarding the execution of their duties, and requested explanation as necessary.
- (2) In conformity with the standards for audits by Audit & Supervisory Board Members specified by the Audit & Supervisory Board and in accordance with the audit policies, the audit plan, and the division of duties, etc., each Audit & Supervisory Board Member communicated with Directors, employees in the Internal Control & Audit Office and other relevant employees by various means including the telephone and the Internet, made efforts to collect necessary information and improve the audit environment, and conducted the audit in the following methods.
  - (i) We attended Board of Directors meetings and other essential meetings, received reports and explanations from Directors and other relevant employees regarding the execution of their duties, inspected important approval documents, etc., and examined the status of operations and assets at the Company's head office and principal business offices.  
As for the subsidiaries in Japan and overseas, we communicated and exchanged information with directors and other personnel of subsidiaries and received reports from them regarding their business as necessary.
  - (ii) With respect to the Board of Directors' resolutions concerning the development of the internal control system, described in the business report as the system to ensure compliance with laws and regulations and the Articles of Incorporation in the execution of duties by Directors and other systems to ensure the appropriateness of business in a corporate group comprising a stock company and its subsidiaries, as stipulated as essential systems in Article 100, Paragraphs 1 and 3 of the Regulations for Enforcement of the Companies Act, as well as such systems developed based on the resolutions, we received reports and explanations from Directors and other relevant employees regarding the status of development and operation of the systems as necessary and expressed our opinion.
  - (iii) We verified whether the Accounting Auditor had maintained its independence and conducted audits appropriately, received reports regarding the performance of their duties, and requested explanations as necessary. We received notification from the Accounting Auditor that "systems for ensuring that the performance of the duties of the financial auditor is being carried out correctly" (matters provided in each item of Article 131 of the Regulations on Corporate Accounting) were established in accordance with "Quality Control Standard for Audit" (issued by the Business Accounting Council), etc., and requested explanations as necessary. With respect to key audit matters, we consulted with the Accounting Auditor while receiving reports on the status of audits and requesting explanations as necessary.

Based on the above, on May 10, 2024, we received and examined the business report and the supplementary schedules, the non-consolidated financial statements (the non-consolidated balance sheet, the non-consolidated statement of income, the non-consolidated statement of changes in net assets, and the notes to the non-consolidated financial statements) and the supplementary schedules, and the consolidated financial statements (the consolidated balance sheet, the consolidated statement of income, the consolidated statement of changes in net assets, and the notes to the consolidated financial statements) for the fiscal year under review.

## 2. Results of Audit

### (1) Results of Audit of Business Report and Other Relevant Documents

- (i) The business report and the supplementary schedules are in accordance with the related laws and regulations and the Articles of Incorporation and fairly represent the Company's condition.
- (ii) No inappropriate conduct concerning the execution of Directors' duties or material facts in violation of laws, regulations, or the Articles of Incorporation were found.
- (iii) We found that the Board of Directors' resolutions concerning the internal control system are appropriate in content. We also found no matters requiring note on our part with respect to the execution of Directors' duties concerning the internal control system or the content of the business report concerning the internal control system.

### (2) Results of Audit of Non-Consolidated Financial Statements and Supplementary Schedules

We found that the methods and the results of the audit conducted by the Accounting Auditor, Deloitte Touche Tohmatsu LLC, are appropriate.

### (3) Results of Audit of Consolidated Financial Statements

We found that the methods and the results of the audit conducted by the Accounting Auditor, Deloitte Touche Tohmatsu LLC, are appropriate.

May 10, 2024

#### Audit & Supervisory Board, CKD Corporation

Standing Audit & Supervisory Board Member	Masafumi Kokubo
External Audit & Supervisory Board Member	Shuzo Hashimoto
External Audit & Supervisory Board Member	Kiyoshi Miura
External Audit & Supervisory Board Member	Tsuyoshi Takeuchi