

April 23, 2021

Notice regarding recording of non-operating income

Hitachi Zosen Corporation announces that it records non-operating income in the fiscal year ended March 2021 as follows.

1. Non-operating income (Gain on reversal of allowance for doubtful accounts)

In the fiscal year ended March 2020, our Company recorded the allowance for doubtful accounts related to loans to subsidiaries with deterioration of the financial situation as non-operating expenses. As one of those subsidiaries resolved its excessive debt, we record a gain on reversal of allowance for doubtful accounts of JPY 2.5 billion as non-operating income in the fiscal year ended March 2021.

2. Financial impact

The gain on reversal of the allowance for doubtful accounts is recorded only in the individual financial statements and is eliminated in the consolidated financial statements, so there is no impact on consolidated profit and loss.