

May 13, 2025

To whom it may concern

(This is an English translation of the Japanese original)

Corporate Name: SOHGO SECURITY SERVICES CO., LTD.

Representative: Ikuji Kayaki, Representative Director, Group COO

(Securities Code:2331, TSE Prime Market)

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Notice of Filing Correction Report of Internal Control Report

SOHGO SECURITY SERVICES CO., LTD. (hereinafter referred to as the “Company”) hereby announces that the Company is filing a correction report of Annual Securities Report and others for past fiscal year to the Kanto Local Finance Bureau today as stated in the “Notice of Filing Correction Report of Annual Securities Report and Others for Past Fiscal Years and Consolidated Financial Results and Others for Past Fiscal Years” dated May 13, 2025 and is disclosing the corrected Consolidated Financial Results and others for past fiscal years.

Accordingly, the Company is filing a correction report of Internal Control Report to the Kanto Local Finance Bureau today in accordance with Article 24-4-5, Paragraph 1 of the Financial Instruments and Exchange Act of Japan, as follows.

1 Internal Control Reports subject to corrections

55th business term (from April 1, 2019 to March 31, 2020)

56th business term (from April 1, 2020 to March 31, 2021)

57th business term (from April 1, 2021 to March 31, 2022)

58th business term (from April 1, 2022 to March 31, 2023)

59th business term (from April 1, 2023 to March 31, 2024)

2 Details of corrections

Of the items stated in each of the above internal control reports, we hereby make the following corrections to item 3 [Results of assessment]. The corrected parts are underlined.

3 [Results of assessment]

(Before correction)

Based on the assessment procedures above, the Company's internal control over financial reporting is effective as of March 31, 2023.

(In the Internal Control Report before the actual corrections, the expression "as of the end of the current fiscal year" was used as "as of March 31, 2020," "as of March 31, 2021," "as of March 31, 2022," "as of March 31, 2023," and "as of March 31, 2024," depending on each fiscal year.)

(After correction)

The deficiencies in the Company's internal control over financial reporting described below have materially affected our financial reporting and were determined to be significant deficiencies that must be disclosed. Accordingly, the Company have concluded that its internal control over financial reporting was not effective at the end of the fiscal year.

The Company discovered that there were errors in the accounting process of past retirement benefits and therefore corrected its financial statements for past fiscal years and filed the correction report of Annual Securities Report for the period from the fiscal year ended March 31, 2020 to March 31, 2024, Quarterly Securities Report for the period from Q1 of the fiscal year ended March 31, 2023 to Q3 of the fiscal year ended March 31, 2024, and Semi-Annual Securities Report for the fiscal year ending March 31, 2025.

The above errors were due to the data entry of the projected benefit obligations for the lump-sum retirement benefit plans of the Company and four subsidiaries in the Group, which was based on an incorrect understanding of the calculation results, even though the amounts were properly estimated. The Company believes that this was due to a deficiency in the internal control over the closing and financial reporting process regarding the projected benefit obligations and has determined that this constitutes material deficiencies that must be disclosed.

The reason why the deficiencies were not amended by the end of the fiscal year was that they were discovered after the end of the year. All necessary amendments due to the material deficiencies that must be disclosed are reflected in Annual Securities Report, Quarterly Securities Report and Semi-Annual Securities Report.

The Company has recognized the importance of internal control over financial reporting and intends to strengthen internal control over the closing and financial reporting process and ensure the reliability of financial reporting by enhancing the expertise of the Financial & Accounting Department and re-establishing a system for checking the recorded amounts related to significant accounts.