

Company	JVCKENWOOD Corporation
Representative	Takao Tsuji, Representative Director of the Board, President & CEO (Code: 6632; First Section of the Tokyo Stock Exchange)
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Notice Regarding Recording of Impairment Loss

JVCKENWOOD Corporation (JVCKENWOOD), at its Board of Directors' meeting held today, resolved to record an impairment loss of 1,003 million yen for the fourth quarter of the consolidated fiscal year ended March 2017 for the following reasons. Combined with the impairment loss recorded through the first nine months of the period under review, the impairment loss recorded for the consolidated fiscal year under review amounts to 6,314 million yen.

1. Details of and factors causing impairment loss

(1) Impairment loss due to change in use and idling of non-current assets

Of the non-current assets owned by JVCKENWOOD and its subsidiaries, the Company has decided to record an impairment loss for the difference between the book value and the market value (appraisal value) and the estimated sales value (including expenses) of the assets whose use has changed following business structural reform and the assets planned for disposal. In addition, the Company has decided to record an impairment loss for the entire book value of its idle assets with no prospects for utilization.

The main classes of non-current assets for which the impairment loss has been recognized are land and buildings, and the amount of impairment loss recorded on such assets is 312 million yen.

(2) Impairment loss on business assets

The Company identified signs of impairment loss on part of the non-current assets of the Media Business in Media Service Sector, etc., and carefully compared their book value and their recoverable value based on future cash flows. As a result, we have decided to recognize an impairment loss for the entire book value of such non-current assets.

The main classes of non-current assets for which the impairment loss has been recognized are tools, furniture and fixtures and intangible assets, and the amount of impairment loss recorded on such assets is 691 million yen.

2. Impact on the earnings for the fiscal year ended March 2017

The above-mentioned impairment loss has been reflected in the consolidated and non-consolidated operating results in the Accounting Report for the Fiscal Year Ended March 2017 released today.