



April 9, 2024

Name of Company: Meiji Holdings Co., Ltd.

Name of Representative: Kazuo Kawamura, CEO, President and Representative Director

Code Number: 2269, Prime Market, Tokyo Stock Exchange

Notice concerning Revisions to Financial Forecasts for the Fiscal Year Ended March 31, 2024

Meiji Holdings Co., Ltd. (the “Company”) today announces that we revised our earnings forecasts for the fiscal year ended March 31, 2024 (FY2023), announced on November 7, 2023, as described below.

1. Revised Forecasts of Consolidated Financial Results for the Fiscal Year Ended March 31, 2024 (April 1, 2023 to March 31, 2024)

	Net sales	Operating profit	Ordinary profit	Profit attributable to owners of parent	Profit per share
	millions of yen	millions of yen	millions of yen	millions of yen	Yen
Previous forecasts (A)	1,098,500	80,000	78,000	51,000	182.89
Revised forecasts (B)	1,113,000	84,500	76,000	48,000	172.05
Change (B-A)	14,500	4,500	-2,000	-3,000	
Percentage of change	1.3	5.6	-2.6	-5.9	
(Reference) Results for the fiscal year ended March 31, 2023	1,062,157	75,433	74,160	69,424	247.39

2. Reasons for Revisions

Concerning the full-year consolidated financial results forecast for FY2023, we are projecting that net sales and operating profit will outperform previously announced forecasts. The Food segment saw the benefits of price hikes implemented across a wide range of product categories. Additionally, various expenses trended below initial assumptions. In the Pharmaceutical segment, net sales of our mainstay antibacterial drugs were favorable and R&D expenses trended below initial assumptions.

Ordinary profit is projected to fall below our previously announced forecast. In the Food segment, AustAsia Group Ltd., an equity method affiliate that operates farms in China, saw a decline in profitability attributable to soaring feed prices and a drop in raw milk prices on markets in China. As a result, during the consolidated fourth quarter of FY2023, we expect to record approximately 6.2 billion yen of impairment loss related to AustAsia Group Ltd. as share of loss of entities accounted for using equity method under non-operating expenses.

Disclaimer: This English version is a translation of the original version in Japanese for the readers' convenience. In case of any discrepancies, the original Japanese version prevails.

Profit attributable to owners of parent is projected to fall below our previously announced forecast. During the consolidated fourth quarter of FY2023, we expect to record approximately 22.5 billion yen as extraordinary income related to the sale of investment securities. On the other hand, as extraordinary losses we expect to record approximately 14.3 billion yen of impairment loss on non-current assets related to the drinking milk and yogurt business operated by subsidiaries in China. Compared to initial assumptions, the sales environment for the B to C drinking milk and yogurt business in China has been significantly changed. The price competition in the market intensified, leading to a decline in our profitability.

Based on the above reasons, we have revised the previously announced full-year consolidated financial results forecast.

3. Dividends

The Company has made no revisions to the dividend forecast announced on May 11, 2023.

* Financial forecasts indicated in these materials are based on information currently available to the Company and certain assumptions deemed to be reasonable. Actual financial results may change due to various factors.

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