

April 12, 2024

## Notice of Revision to Full-year Business Forecasts and Recording of Gain on Valuation of Derivatives

Segue Group Co., Ltd. has revised its consolidated business forecasts announced on February 13, 2024, as follows.

### 1. Revision to consolidated business forecasts

- (1) Revision to consolidated business forecasts for the fiscal year ending December 31, 2024  
(January 1, 2024 to December 31, 2024)

	Net sales	Operating profit	Ordinary profit	Profit attributable to owners of parent	Basic earnings per share
	Million yen	Million yen	Million yen	Million yen	Yen
Previous forecasts (A)	18,800	1,130	1,130	717	21.09
Revised forecasts (B)	18,800	960	1,330	773	22.73
Change (B-A)	0	-170	200	56	1.64
Percentage change (%)	0	-15.0	17.7	7.8	7.8
(Reference) Previous results (FY12/23)	17,443	1,086	1,015	660	19.63

Note: The Company conducted a 3-for-1 stock split on March 1, 2024. The basic earnings per share is calculated based on the assumption that the stock split was conducted at the beginning of the fiscal year ended December 31, 2023.

### (2) Reasons for the revision

On February 13, 2024, the Company decided on three shareholder return policies: the cancellation of treasury stock held at that time, a 3-for-1 stock split, and the introduction of a shareholder benefit program. As a result, the share price rose substantially, and the number of shareholders increased significantly from the end of the fiscal year ended December 31, 2023. Accordingly, the Company expects the expense for the shareholder benefit program to increase.

On March 14, 2024, the Company gave notice of the early termination of the "proprietary forward stock price contract with settlement for difference" with SBI SECURITIES Co., Ltd. ("SBI SECURITIES"). Additionally, on March 21, the Company decided and announced the acquisition of treasury stock, and completed the acquisition on March 22.

As a result, the Company confirmed that it has acquired all 1,800,000 shares of its treasury stock previously held by SBI SECURITIES for hedging purposes under the forward stock price contracts. The gain on valuation of derivatives for the forward contract was determined to be approximately 400 million yen.

In response, the Company has decided to revise its full-year forecasts for operating profit, ordinary profit, and profit attributable to owners of parent.

The dividend forecast for the fiscal year ending December 31, 2024 remains unchanged from the initial forecast of an interim dividend of 5 yen per share and a year-end dividend of 6 yen per share.

Note: The above forecast is based on information available as of the date of publication of this document. Actual results may differ from the forecast due to a variety of factors.