

July 30, 2021

To whom it may concern,

Name of company: Nippon Kayaku Co., Ltd.
 Name of representative: Atsuhiro Wakumoto, President
 Code No.: 4272
 (First Section, Tokyo Stock Exchange)
 Contact: Tsutomu Kawamura, Director
 General Manager of Finance &
 Accounting Division, Financial Group
 (Tel: +81-3-6731-5842)

Notice of Revision to the Business Results Forecasts

In light of recent trends in its business performance, Nippon Kayaku Co., Ltd. revised the business results forecasts which were announced on May 11, 2021.

1. Consolidated business results forecasts for the first half of the fiscal year ending March 31, 2022
 (April 1, 2021 to September 30, 2021)

	Net sales	Operating income	Ordinary income	Profit attributable to owners of parent	Profit attributable to owners of parent per share
Previous forecast (A)	Million yen 84,500	Million yen 5,300	Million yen 5,500	Million yen 4,500	Yen 26.35
Current revised forecast (B)	91,300	9,800	10,400	8,000	46.91
Change (B-A)	6,800	4,500	4,900	3,500	
Percentage change (%)	8.0	84.9	89.1	77.8	
(Reference) Previous 1H results (April 1 to September 30, 2020)	80,518	6,976	7,341	4,883	28.59

2. Consolidated business results forecasts for the fiscal year ending March 31, 2022
 (April 1, 2021 to March 31, 2022)

	Net sales	Operating income	Ordinary income	Profit attributable to owners of parent	Profit attributable to owners of parent per share
Previous forecast (A)	Million yen 176,000	Million yen 12,400	Million yen 13,000	Million yen 10,100	Yen 59.14
Current revised forecast (B)	184,800	17,400	18,400	14,000	82.10
Change (B-A)	8,800	5,000	5,400	3,900	
Percentage change (%)	5.0	40.3	41.5	38.6	
(Reference) Previous results (the fiscal year ending March 31, 2021)	173,381	15,194	16,538	12,574	73.62

3. Reasons for the Revision

Net sales are expected to exceed the previous forecast due to higher-than-expected demand for semiconductor-related materials and colorants for consumer inkjet printers against the backdrop of a recovery from sluggish global demand due to the impact of the spread of COVID-19, as well as a recovery in demand for such products as colorants for industrial inkjet printers, developers for thermal paper, materials for LCD projectors, and dye-based polarizing films. Operating income, ordinary income, and quarterly net income attributable to owners of the parent are expected to exceed the previously announced forecasts due to an increase in net sales, cost reductions due to an increase in the capacity utilization rate, and restraints on SG&A expenses.

Note: The business results forecasts were calculated based on information currently available on the date they were announced. Actual performance may differ from numerical forecasts due to various factors that may affect results in the future.