

November 1, 2021

Company Name: Dexerials Corporation
 Security Code: 4980
 Listing: First Section, Tokyo Stock Exchange
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Notice of Revised Consolidated Earnings Forecast for the Fiscal Year Ending March 31, 2022

Dexerials Corporation (the “Company”) hereby announces that the Company has revised the full-year financial forecasts announced on May 10, 2021, considering the recent trend of business results, as follows.

1. Revised full-year consolidated financial forecast for the fiscal year ending March 31, 2022 (from April 1, 2021 to March 31, 2022)

| | Net sales | Operating profit | Ordinary profit | Profit attributable to owners of parent | Basic earnings per share |
|--|-----------------|------------------|-----------------|---|--------------------------|
| | Millions of yen | Millions of yen | Millions of yen | Millions of yen | Yen |
| Previous forecast (A) | 72,500 | 11,900 | 11,800 | 7,000 | 115.05 |
| Revised forecast (B) | 89,000 | 21,000 | 19,800 | 13,000 | 213.68 |
| Amount changed (B – A) | 16,500 | 9,100 | 8,000 | 6,000 | — |
| Percent change (%) | 22.8 | 76.5 | 67.8 | 85.7 | — |
| (Reference) Actual results for FY2020 | 65,830 | 11,339 | 10,844 | 5,329 | 87.60 |

2. Reason for revision

In the first half of consolidated net sales remained strong mainly reflecting that, despite a tough business environment, the Company made steady progress in expanding its high value-added products that match technological trends, acquiring of new customers and new projects, as well as the contribution of new products, in addition to the depreciation of the yen.

Regarding the earnings forecast for the third quarter and beyond, although the demand trend for final products has begun to slow down from the second quarter, the yen will continue to depreciate (assumed exchange rate for the third quarter onwards: 112.0Yen/US\$), and expansion for its high value-added products and new products will continue. Regarding the earnings forecast in the fourth quarter, however, we anticipate the growing uncertainty of business environment such as the expanding impact of electric power shortages, in addition to the impact of the semiconductor shortage assumed from the beginning of the fiscal year. We will accordingly revise the full-year consolidated earnings forecast as described above.

(Disclaimer with respect to earnings and other forecasts)

The forward-looking statements including earnings forecast contained in this document are based on information currently available to us and certain assumptions that we believe are reasonable. Accordingly, we can give no assurance that such statements will prove to be correct. Actual results may differ from the results anticipated in these forward-looking statements due to a variety of factors.