



November 5, 2021

Company Name: TOPY INDUSTRIES, LIMITED
Representative: Nobuhiko Takamatsu, President and CEO
(Code: 7231 Tokyo and Nagoya Stock Exchange; firstsection)
Contact: Tetsuya Sakai, Operating Officer and
General Manager, General Affairs Department
(TEL: 03-3493-0777)

Announcement Regarding the Adjustment of Financial Forecasts and Dividends Forecast

Topy Industries Limited hereby gives notice regarding the decision made at the Board of Directors held on November 5, 2021, to adjust the consolidated financial forecasts and dividends forecasts for the fiscal year ending March 31, 2022 (April 1, 2021 to March 31, 2022) announced on May 11, 2021, taking into account the recent earnings trends. Details are as follows.

1. Adjustment to the Financial Forecasts

(1) Adjustment to the values of the consolidated financial forecasts for the fiscal year ending March 31, 2022 (April 1, 2021 – March 31, 2022)

	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 Forecast (A) (Announced May 11, 2021)	235,000	3,500	4,000	3,000	128.78
Revised Forecast (B)	266,000	1,500	1,000	1,500	64.37
Difference (B-A)	31,000	(2,000)	(3,000)	(1,500)	—
Percentage of Increase/Decrease (%)	13.2	(57.1)	(75.0)	(50.0)	—
(Ref.) Previous Results (FY ended March 2021)	225,121	(2,943)	(575)	578	24.70

(2) Reasons for Adjustment

Net sales are expected to exceed the initial assumptions because the increase in raw material prices etc. will be passed on to products' sales prices, although the volume of automotive-related sales will decrease mainly due to the impact of declining automobile production attributable to the supply shortages of semiconductors, among other parts. Operating profit, ordinary profit and profit attributable to owners of parent are expected to fall short of initial expectations, respectively, largely reflecting increase in prices of energy and subsidiary materials, decrease in the volume of sales due chiefly to declining automobile production, and the deterioration in the profitability of the power business attributable to surging coal fuel prices.

2. Regarding the Adjustment of Dividends

(1) Adjustment

	Annual dividend per share (yen)		
	End of second quarter	End of fiscal year	Full fiscal year
Previous Forecast (Announced May 11, 2021)	0.00	40.00	40.00
Revised Forecast		20.00	20.00
Result for the fiscal year under review	0.00		
Result for the previous year (FY ended March 31, 2021)	0.00	20.00	20.00

(2) Reasons for Adjustment

Our basic policy regarding profit distribution is to return profits to shareholders in proportion to the consolidated business results while building up retained earnings for future business development and for strengthening corporate structure. We determine the dividend of surplus by fully considering a stable and continuous payment of dividends.

In view of this policy and the consolidated financial forecasts for this fiscal year, year-end dividend is expected to be ¥20 per share.

The above estimate has been compiled based on information available at the time this disclosure was made. The actual earnings are subject to change from the estimated values due to various factors.

Note: This document has been translated from the original Japanese version for reference purposes only. In the event of any discrepancy between this translated document and the original Japanese version, the original shall prevail.

The original disclosure in Japanese was released on November 5, 2021 at 13:30 (GMT+9).

The Company assumes no responsibility for this translation or for direct, indirect or any other forms of damages arising from the translation.