

January 28, 2022

To Whom It May Concern,

Name of company: Nippon Kayaku Co., Ltd.
 Name of representative: Atsuhiko Wakumoto, President
 Code No.: 4272
 (First Section, Tokyo Stock Exchange)
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Notice of Revision to the Business Results Forecasts and the Projected Dividend

In light of recent trends in its business performance, Nippon Kayaku Co., Ltd. has revised its business results forecasts and projected dividend, which were originally announced on November 9, 2021.

1. Revisions to 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 184,000	Million yen 18,900	Million yen 20,100	Million yen 15,200	Yen 89.60
Current revised forecast (B)	184,000	20,000	21,400	15,400	91.03
Change (B-A)	—	1,100	1,300	200	
Percentage change (%)	—	5.8	6.5	1.3	
(Reference) Previous results (the fiscal year ending March 31, 2021)	173,381	15,194	16,538	12,574	73.62

2. Reasons for the revision

While net sales remain unchanged, operating income, ordinary income, and net income attributable to owners of the parent are all expected to exceed the previously announced forecast due to controlled selling, general and administrative expenses and exchange rate impact.

3. Revision to the Projected Dividend

	Dividend amount per share		
	End of second quarter	End of year	Year
	Yen	Yen	Yen
Previous forecast		15.00	30.00
Revised forecast		22.00	37.00
Actual result	15.00		
Previous result (the fiscal year ending March 31, 2021)	15.00	15.00	30.00

4. Reasons for Projected Dividend revision

We place importance on returning profits to shareholders. Taking into account stable and continuous profit returns and internal reserves levels, we have set a medium-term target for the dividend payout ratio of around 40% of consolidated net income.

In light of this, we plan to raise the year-end dividend to 22 yen an increase of 7 yen from the previous forecast of 15 yen with an annual dividend of 37 yen per share.

Note: These 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.