

August 9, 2022

Attention: All concerned parties

Toyo Tanso Co., Ltd.

5-7-12 Takeshima, Nishiyodogawa-ku, Osaka 555-0011, Japan
(Stock Exchange Code: 5310, Prime Market, Tokyo Stock Exchange)

Notification of Differences between Consolidated Earnings Forecasts for First Half of Fiscal Year and Actual Results, and Revisions to Consolidated Earnings Forecasts for Fiscal Year

The consolidated earnings forecasts announced on February 14, 2022 for the first half of the fiscal year ending December 31, 2022 (January 1, 2022 – June 30, 2022) differ from the actual results announced today, as noted below.

Also, based on the latest business circumstances, we have revised the earnings forecast for the consolidated fiscal year (January 1, 2022 – December 31, 2022) as follows.

Particulars

1. Differences between consolidated earnings forecasts and actual results for the first half of the fiscal year ending December 31, 2022 (January 1, 2022 – June 30, 2022)

	Net sales	Operating income	Ordinary income	Profit attributable to owners of parent	Basic earnings per share
	(million yen)	(million yen)	(million yen)	(million yen)	(yen)
Previous forecast (A)	20,000	2,800	2,700	2,000	95.36
Actual results (B)	20,293	3,039	3,705	2,564	122.29
Amount of increase/decrease (B-A)	293	239	1,005	564	—
Percentage of increase/decrease (%)	1.5	8.5	37.2	28.2	—
(Ref.) Results for the first half of the previous fiscal year (first half of the fiscal year ended December 31, 2021)	17,535	2,366	2,779	1,824	86.98

2. Revision of figures in consolidated earnings forecast for the year ending December 31, 2022
(January 1, 2022 – December 31, 2022)

	Net sales	Operating income	Ordinary income	Profit attributable to owners of parent	Basic earnings per share
	(million yen)	(million yen)	(million yen)	(million yen)	(yen)
Previous forecast (A)	42,000	7,000	6,900	5,000	238.41
Revised forecast (B)	43,000	7,300	7,600	5,300	252.71
Amount of increase/decrease (B-A)	1,000	300	700	300	—
Percentage of increase/decrease (%)	2.4	4.3	10.1	6.0	—
(Ref.) Previous fiscal year results (Year ended December 31, 2021)	37,734	5,666	6,264	4,465	212.94

3. Reasons for differences and revision

In the first half of the consolidated fiscal year under review, net sales were more or less in line with the plan, while operating profit exceeded the plan due to the effects of exchange rates as the yen continued to depreciate. In addition, ordinary profit and profit attributable to owners of parent substantially exceeded the plan reflecting foreign exchange gains which were recorded in non-operating profit.

As it is anticipated that the yen's weakness will continue to a certain extent in the third quarter and beyond, we have changed our exchange rate assumptions. In line with this change, we have revised the full-year consolidated earnings forecast for the fiscal year ending December 31, 2022.

Looking ahead at the global economy, the impact of the situation in Ukraine continues to be a cause of concern, and there are growing concerns about economic slowdown in China as a result of such factors as suppressed economic activity and persistent high inflation. Keeping a close eye on the trends in the macro environment and face-to-face market, the Toyo Tanso Group will strive to achieve the plan by firmly capturing demand in each application, centering on products for semiconductor applications for which a high level of demand is expected to continue.

*Exchange rates for the fiscal year ending December 31, 2022

Actual exchange rates for the consolidated first half: 122.9 yen/US\$, 134.3 yen/EUR, 18.9 yen/CNY

Assumed exchange rates for the third quarter and beyond: 128 yen/US\$, 133 yen/EUR, 19 yen/CNY

Note: The above forecasts are based on the information available when these materials were released, and actual results may differ from these forecasts due to various factors.

Please direct inquiries regarding the current situation to:

<p>Toyo Tanso Co., Ltd. Publicity & Investor Relations E-mail: info@toyotanso.co.jp</p>
