こころとからだに、
おいしいものを。

Offering delicious products
for the sound mind and body

August 26, 2022

Company: DyDo Group Holdings, Inc.
Representative: Tomiya Takamatsu, President
(Code 2590 on the Tokyo Stock Exchange Prime Market)
Inquiries: Naokazu Hasegawa, Corporate Officer
and General Manager of Corporate Communication Department

Revision to Consolidated Financial Forecasts for FY2022

DyDo Holdings has revised its forecast for the fiscal year ending January 2023 (January 21, 2022, to January 20, 2023) as follows to reflect the latest trends in its business performance.

1. Revision to Consolidated Financial Forecasts for FY2022 (January 21, 2022, to January 20, 2023)

(Millions of yen)

	Net sales	Operating profit	Ordinary profit	Profit (loss) attributable to owners of parent	Earnings per share
Prior Forecast (A) Announced on March 4, 2022	156,000	3,300	3,700	2,200	140.56yen
Revised forecast (B)	165,500	700	950	(600)	(38.31yen)
Difference (B-A)	9,500	(2,600)	(2,750)	(2,800)	
Difference (%)	6.1	(78.8)	(74.3)	—	
(For ref.) Consolidated Figures for FY2021	162,602	4,581	5,651	3,974	254.20yen

2. Reason for revision

Consolidated sales are predicted to exceed our forecasts at the beginning of the fiscal year due to greatly improved revenue in the International Beverage Business (Turkish beverage business).

In terms of profit, we expect to record approximately 300–400 million yen in gains on the sale of investment securities related to cross-shareholdings in the third quarter. On the other hand, in addition to the trend for coffee bean and other raw material prices to increase dramatically compared to in the past, recent changes in the international situation have led to rocketing crude oil prices and the continuing rapid weakening of the Japanese yen. As a result, various costs—such as energy costs associated with manufacturing and delivery—are rising dramatically and this trend is predicted to continue in the future. Another prediction is that accounting adjustments for our Turkish subsidiary, in line with criteria set in IAS 29 *Financial Reporting in Hyperinflationary Economies*, might grow to large amounts. Due to these factors, we have revised our business performance forecasts.

Moreover, the Domestic Beverage Business' revenue contribution from price revisions has not been factored into these performance forecasts.

3. Other

To revise our performance forecasts, we formulated figures based on the Turkish inflation rate forecast for the end of fiscal 2022 of approximately 60%. Our exchange rate forecasts have changed as follows.

1 Turkish lira = 6.0 yen under year-beginning forecasts (average for the period),
current forecast is now 7.5 yen (at the end of the period)

1 Chinese yuan = 16.5 yen under year-beginning forecasts (average for the period),
current forecast is now 19.5 yen (average for the period)

However, in line with our continuing policy of maintaining a stable dividend, our dividend forecasts remain unchanged from those announced on March 4, 2022.

Reference: Breakdown by segment

(Millions of yen)

	Net sales			Operating profit(loss)		
	Prior Forecast	Revised forecast	Difference	Prior Forecast	Revised forecast	Difference
Domestic Beverage Business	116,900	114,500	(2,400)	5,950	3,450	(2,500)
International Beverage Business	9,200	21,100	11,900	(100)	(900)	(800)
Pharmaceutical-Related Business	11,500	11,500	—	50	50	—
Food Business	19,000	19,000	—	700	700	—
Orphan Drug Business	—	—	—	(1,000)	(700)	300
Adjustment	(600)	(600)	—	(2,300)	(1,900)	400
Total	156,000	165,500	9,500	3,300	700	(2,600)

Note: Earnings forecasts are based on available information and the reasonable judgment of management at the time of this document's publication. Actual performance may differ materially from forecasts for a variety of reasons.