

October 31, 2022

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Securities code	3341; Tokyo Stock Exchange Prime Market
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Notice of Difference Between Forecast and Actual Results for the First Half of FY2023

Nihon Chouzai announces that there was a difference between the operating results forecast for the first half of the fiscal year ending March 31, 2023 (FY'23/3) it released on April 28, 2022, and the actual results announced today.

1. Difference between Forecast and Actual Results for the First Half of FY'23/3

(1) Difference from consolidated operating results forecast figures for the first half of FY'23/3

(for the period of March 1, 2022–September 30, 2022)

	Sales	Operating Profit	Ordinary Profit	Profit Attributable to Owners of Parent	Net Income per Share
Previous Forecast (A)	¥ million 156,000	¥ million 2,600	¥ million 2,500	¥ million 1,000	¥ 33.35
Actual Result (B)	152,331	2,813	2,849	1,607	53.66
Difference (B-A)	(3,668)	213	349	607	20.31
Difference (%)	(2.4)	8.2	14.0	60.8	—

2. Reason for the difference

Net sales fell short of the previous forecast mainly due to a decrease in sales in the pharmaceutical manufacturing and sales business caused by an increase in shipment adjustments due to the fire at the West Japan logistics Center in November last year.

On the other hand, profits exceeded the previous forecast due to the contribution of company-wide cost reduction measures and a lower-than-expected effective income tax rate.

For the actual results of the first half of FY'23/3, please refer to “Summary of Consolidated Financial Results for the First Half of the Fiscal Year Ending March 31, 2023 (Six months Ended September 30, 2022)

[Japanese GAAP]” dated October 31, 2022.

At this time, there is no revision to the full-year earnings forecast. If circumstances change significantly and it becomes necessary to revise the forecast, we will promptly disclose the revised forecast.