

Notice of Revision of Full-Year Consolidated Financial Results Forecast

Benesse Holdings, Inc. (hereinafter, “the Company”) has revised its forecast for FY2022 (April 1, 2022 – March 31, 2023) consolidated financial results, previously announced on May 12, 2022.

Details are as follows.

1. Revised Forecast for FY2022 (April 1, 2022 – March 31, 2023) Consolidated Financial Results

	Net Sales	Operating Income	Ordinary income	Net Income attributable to owners of the parent	Net income per share
Previous Forecast (A)	Million yen 426,000	Million yen 25,000	Million yen 19,500	Million yen 13,500	Yen 140.03
New forecast (B)	417,000	21,500	16,500	11,500	119.25
Change (B – A)	(9,000)	(3,500)	(3,000)	(2,000)	
% Change	(2.1%)	(14.0%)	(15.4%)	(14.8%)	
(Ref.) FY2021 results	431,943	20,167	15,404	1,064	11.04

2. Reasons for the revision

Net sales are expected to fall below the previously announced forecast. This is mainly due to a decrease in cumulative enrollment in Kodomo Challenge in China, where business activities were suspended under the lockdown policy of major cities following the spread of COVID-19, as well as the lower-than-planned number of customers in nursing-care facility business affected by the seventh wave of COVID-19 and a decrease in cumulative enrollment in Shinkenzenmi in Japan, though partially offset by an expected the positive effect of the exchange rate in the China business and price revisions in nursing-care facility business. Operating income is expected to fall below the previously announced forecast. This is mainly due to a decrease in operating income resulting from the lower net sales, an increase in various operating costs driven by the weakening yen and the soaring prices of energy and raw materials, and extra logistics costs in response to the lockdown in China, though partially offset by an increase in profit mainly through a review of operating costs in each business. Ordinary income is expected to fall below the previously announced forecast mainly due to a decrease in operating income. Net income attributable to owners of the parent is expected to fall below the previously announced forecast mainly due to a decrease in ordinary income.

Note: Financial results forecasts are based on information currently available to the Company and on certain assumptions considered reasonable. Actual results may differ substantially from forecasts for any number of reasons.