

February 10, 2023

MODEC, INC.

Takeshi Kanamori, President & CEO

Code TSE 6269

Contact Yasuhiro Takano  
Executive Managing Officer

TEL +81-3-5290-1200

## Revision of Financial Forecast for the Year Ended December 31, 2022

MODEC, INC. announced today the revision of the consolidated forecast for the full-year ended December 31, 2022, which was announced on February 10, 2022.

- Revision of Financial Forecast for the Year Ended December 31, 2022

### Full-year Consolidated Financial Forecast and Results (From January 1, 2022 to December 31, 2022)

	Revenue	Operating Profit	Profit before tax	Profit for the period	Profit Attributable to Owners of Parent	Earnings per share
	Million yen	Million yen	Million yen	Million yen	Million yen	yen
Previous Forecast (A)	276,024	-	3,450	2,530	2,530	44.89
Revised Forecast (B)	358,317	9,953	7,166	5,441	4,910	86.26
Variance (B-A)	82,293	-	3,716	2,911	2,380	
Variance (%)	29.8	-	107.7	115.1	94.1	
2021 Full-year financial results	448,510	(36,521)	(39,597)	(41,394)	(41,860)	(742.75)

(Note) The original consolidated financial forecasts are converted to Japanese yen, respectively, as follows:

Previous Forecast : 1 US dollar =115.01 Japanese yen at the TTM rate of Sumitomo Mitsui Banking Corporation as of December 30, 2021.

Revised Forecast : 1 US dollar =132.71 Japanese yen at the TTM rate of Sumitomo Mitsui Banking Corporation as of December 30, 2022.

The variance and variance % are calculated on Japanese yen basis presented above.

	Revenue	Operating Profit	Profit before tax	Profit for the period	Profit Attributable to Owners of Parent	Earnings per share
	US\$ thousand	US\$ thousand	US\$ thousand	US\$ thousand	US\$ thousand	US\$
Previous Forecast (A)	2,400,000	-	30,000	22,000	22,000	0.39
Revised Forecast (B)	2,700,000	75,000	54,000	41,000	37,000	0.65
Variance (B-A)	300,000	-	24,000	19,000	15,000	
Variance (%)	12.5	-	80.0	86.4	68.2	
2021 Full-year financial results	3,899,748	(317,552)	(344,300)	(359,920)	(363,975)	(6.46)

(Reasons for the Revision)

Revenue is expected to increase by US\$300M due to steady progress in construction work, mainly for the Bacalhau FPSO and FPSO Léopold Sédar Senghor, as well as the change orders in multiple construction projects. Profits is also expected to increase because equity in earnings of affiliates increased due to higher uptime of FPSO Cidade de Niterói MV18 and FPSO Cidade de Santos MV20 than expected, and we were able to reduce general administrative expenses and selling expenses.

For the above reasons, we have decided to revise upward our forecasts of revenue, operating profit, profit before tax, profit for the year, and profit attributable to owners of the parent.

The consolidated financial forecast announced today is based on the information available as of February 10, 2023. There is a possibility that the actual financial results might differ from the forecast due to various factors.