

April 25, 2023

Company: Financial Partners Group Co., Ltd.
 Representative: Hisanaga Tanimura, CEO & Founder
 (Code 7148 on the Prime Market of the Tokyo Stock Exchange)
 Inquiries: Hiroshi Sakurai, Executive Officer and
 General Manager, Corporate Planning Dept.
 (TEL. +81-3-5288-5691)

Notification of Revisions to Earnings Forecasts and Dividend Forecast for the Fiscal Year Ending September 30, 2023

Financial Partners Group Co., Ltd. (FPG) announces the following revisions to the earnings forecasts and dividend forecast for the fiscal year ending September 30, 2023, which were disclosed on October 31, 2022, based on recent performance trends.

1. Revisions of Earnings Forecasts

Revisions of consolidated earnings forecasts for the second quarter (cumulative) of the fiscal year ending September 30, 2023 (from October 1, 2022, to March 31, 2023)

(Millions of yen)

	Net sales	Operating income	Ordinary income	Profit attributable to owners of parent	Quarterly net income per share
Previous forecast (A)	32,250	6,960	7,060	4,855	56.85 yen
Revised forecast (B)	32,360	11,328	11,227	7,541	88.30 yen
Change (B – A)	110	4,368	4,167	2,686	
Rate of change (%)	0.3	62.8	59.0	55.3	
(Reference) Previous Q2 results (Q2 FY9/2022)	31,135	6,174	6,421	4,417	51.72 yen

Revisions of consolidated earnings forecasts for the fiscal year ending September 30, 2023 (from October 1, 2022, to September 30, 2023)

(Millions of yen)

	Net sales	Operating income	Ordinary income	Profit attributable to owners of parent	Net income per share
Previous forecast (A)	64,500	13,600	13,800	9,500	111.24 yen
Revised forecast (B)	57,000	15,700	15,500	10,500	122.95 yen
Change (B – A)	(7,500)	2,100	1,700	1,000	
Rate of change (%)	(11.6)	15.4	12.3	10.5	
(Reference) Previous full-year results (FY9/2022)	59,193	11,744	12,466	8,475	99.24 yen

Reason for revision

For the cumulative period of the second quarter, each category of income is projected to exceed the previous forecasts due to favorable equity placement sales that have surpassed the initial plans in the Leasing Fund Business, driven by ample inventory as a strength. This income level is expected to reach the highest level ever recorded for a cumulative period of the second quarter.

Based on the favorable performance in the cumulative period of the second quarter, we anticipate achieving a record-high income for the full-year earnings forecasts, overcoming the potential negative impacts of the banking crisis

triggered by the collapse of the Silicon Valley Bank, rising interest rates, the situation in Ukraine, and other macroeconomic uncertainties. As for the net sales we anticipate it to fall below the initial forecast, mainly due to the downward revision of the full-year sales forecast for real estate fractional ownership investment products within the Domestic Real Estate in the Real Estate Fund Business, based on the sales performance in the first half of the year for such products.

2. Revision to the Dividend Forecast

	Annual dividend per share			Payout ratio (consolidated)
	Interim	Year-end	Total	
Previous forecast (Announced on Oct. 31, 2022)	0.00 yen	56.00 yen	56.00 yen	50.3%
Revised forecast	0.00 yen	61.50 yen	61.50 yen	50.0%
Current period results				
Previous period results (FY9/2022)	0.00 yen	50.00 yen	50.00 yen	50.4%

Reason for revision

Our basic policy on shareholder returns is to pay continuous and stable dividends while securing the internal reserves necessary for sustainable growth and increased corporate value, with a target consolidated dividend payout ratio of 50%. In accordance with the upward revision of the earnings forecasts, we have revised the dividend forecast for the current fiscal year to 61.50 yen per share, based on the above basic policy.

(Note) The above forecasts are based on assessments made on the available information as of the announcement date, and actual performance may change due to various factors.