



Notice of Revision of the Financial Forecast for the First Half

This is to announce that the financial forecast for the first half of fiscal year 2023 announced on February 8, 2023 is revised as below based on the current business performance.

1. Revised consolidated financial forecast for the first half ending June 30, 2023

(Millions of Yen)

| | Net Sales | Operating Income | Ordinary Income | Profit attributable to owners of parent | Net Income per Share (Yen) |
|--|-----------|------------------|-----------------|---|----------------------------|
| Previous Forecast (A) | 32,200 | 4,800 | 4,800 | 3,490 | 167.04 |
| Revised Forecast (B) | 32,500 | 5,700 | 5,700 | 4,540 | 217.29 |
| Change (B – A) | 300 | 900 | 900 | 1,050 | — |
| Rate of Change (%) | 0.9 | 18.8 | 18.8 | 30.1 | — |
| (Ref.) Results for the first half ending June 30, 2022 | 31,699 | 5,671 | 5,954 | 4,565 | 218.89 |

2. Reasons for the Revision

The consolidated financial results for the first quarter of the fiscal year 2023 showed a strong performance with profits exceeding the forecasts announced on February 8, 2023. This reflected an improvement in the gross profit margin, attributable to cost cutting efforts, the effects of productivity improvement measures, etc., offsetting the impact of price rises in raw materials and components, etc.

Although the full-year financial results forecasts are unchanged due to uncertainties in future economic trends, the Company has made upward revisions in its projections for both net sales and profits for the first half of the fiscal year under review as indicated above, in view of the strong progress in business performance in the first quarter, the market environment and sales situation, etc.

Although the previously announced forecasts showed an increase in operating income on a full-year basis and a decrease in operating income at the end of the first half, operating income for the first half period is now expected to increase year on year as a result of the above revisions.

For the remainder of the fiscal year under review, the Company has made no changes to the previously announced assumptions for exchange rates of 130 yen to the U.S. dollar and 138 yen to the euro.

*This material and the information provided are based on the data that are obtainable at the time of the report and it is advisable that actual results may sometimes differ from the forecasts contained herein due to various factors.