

(NOTE) This document has been translated from the Japanese original for reference purposes only. In all cases, the Japanese original shall take precedence.

August 7, 2023

To Whom It May Concern:

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(Securities code: 5563  
TSE Prime Market)  
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### **Notice Concerning Revisions to Consolidated Earnings Forecast**

Nippon Denko Co., Ltd. (the "Company") hereby announces, in light of the most recent operating trends, to revise the consolidated earnings forecasts for the fiscal year ending December 31, 2023 (January 1, 2023 to December 31, 2023) disclosed on May 11, 2023, as described below.

#### 1. Announcement of full-year consolidated earnings forecasts

##### (1) Consolidated earnings forecasts for fiscal 2023 (from January 1, 2023 to December 31, 2023)

	Net sales	Ordinary profit	Profit attributable to owners of parent	Basic earnings per share
	Millions of yen	Millions of yen	Millions of yen	Yen
Previous forecasts (A)	78,000	4,000	3,000	21.69
Revised forecasts (B)	78,000	2,500	3,000	21.78
Change (B-A)	—	△1,500	—	—
% change	—	△37.5	—	—
Reference: Results for the previous fiscal year ended December 31, 2022	79,341	10,367	7,949	54.45

##### (2) Reason for the announcement

The recovery of the market price for ferroalloys is expected to be slower and decline even further than anticipated since the third quarter. As a result, the Company anticipates an increase in the share of loss of entities accounted for using the equity method due to the expansion of the decline in profit of overseas equity-method affiliates. As a result of the above reasons, the Company has revised our forecast for ordinary profit announced on May 11, 2023. On the other hand, the Company has not changed our forecast for net sales, which aren't affected by fluctuations in the share of loss of entities accounted for using the equity method. Likewise, our forecast for the current profit attributable to owners of the parent remains unchanged, as the impact of the revision of ordinary profit is expected to be minor due to factors such as an increase in deferred tax assets.

Our exchange rate assumption, which is a premise of the outlook for the next fiscal year, is ¥140/US\$. Based on this exchange rate assumption, the Group's financial results forecast for the next fiscal year is shown above.

(Note) The aforementioned financial results forecasts have been prepared based on information available to the Company as of the date on which this document was released. Consequently, actual results may vary with respect to the forecast amounts due to various unforeseen factors.