

This document is an English translation of a statement written originally in Japanese for reference. The Japanese original should be considered as the primary version.

November 2, 2023

To whom it may concern,

Company Name: DAICEL CORPORATION
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(Code: 4202, Prime Market of the Tokyo Stock Exchange)
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Notice Regarding Differences between Consolidated Financial Forecast and Actual Results for Six-month Period ended September 30, 2023, and Revision to Consolidated Financial Forecast for Fiscal Year ending March 31, 2024

In light of recent trends in the business performance, DAICEL CORPORATION (hereinafter referred to as “the Company”) announced that differences arose between its consolidated financial forecast announced on May 11, 2023 and the actual results disclosed today, for the six-month period ended September 30, 2023. Also, the Company has revised its consolidated financial forecast for the fiscal year ending March 31, 2024 announced on May 11, 2023. The details are as follows.

1. Differences between consolidated financial forecast and actual results for six-month period ended September 30, 2023(from April 1, 2023 to September 30, 2023)

(Unit: Millions of yen)

| | Net Sales | Operating Profit | Ordinary Profit | Profit attributable to owners of parent | Profit per share (yen) |
|---|-----------|------------------|-----------------|---|------------------------|
| Previous forecast: (A) | 271,000 | 21,000 | 21,500 | 15,000 | 52.51 |
| Actual result: (B) | 271,004 | 26,607 | 30,702 | 29,751 | 104.13 |
| Change: (B)–(A) | 4 | 5,607 | 9,202 | 14,751 | — |
| Rate of change (%) | 0.0% | 26.7% | 42.8% | 98.3% | — |
| (Ref.) Result for the first half of previous fiscal year ended March 31, 2023 | 266,232 | 26,026 | 30,242 | 22,210 | 75.08 |

2. Revision of consolidated financial forecast for full fiscal year ending March 31, 2024
(from April 1, 2023 to March 31, 2024)

(Unit: Millions of yen)

| | Net Sales | Operating Profit | Ordinary Profit | Profit attributable to owners of parent | Profit per share (yen) |
|--|-----------|------------------|-----------------|---|------------------------|
| Previous forecast: (A) (May 11, 2023) | 572,000 | 53,000 | 55,000 | 44,000 | 154.04 |
| Newly revised forecast: (B) | 562,000 | 61,000 | 65,500 | 54,000 | 188.84 |
| Change: (B) – (A) | -10,000 | 8,000 | 10,500 | 10,000 | — |
| Rate of change (%) | -1.7% | 15.1% | 19.1% | 22.7% | — |
| (Ref.) Actual result of fiscal year ended March 31, 2023 | 538,026 | 47,508 | 52,035 | 40,682 | 138.87 |

3. Reason for the revision

During the consolidated second quarter of the current fiscal year under review, our consolidated operating results have exceeded targets beyond our expectations due to the impact of exchange rates, cost reductions and sale of cross-shareholdings, although sales volume decreased due to the impact of weak demand in the electronic device market and inventory adjustments by auto parts manufacturers.

Based on the business results for the consolidated second quarter of the current fiscal year and the expectation that the electronic device market will remain sluggish from the third quarter onward, and the revisions to assumptions regarding exchange rates and raw material prices, the Company has revised its financial forecast for full fiscal year ending March 31, 2024 announced on May 11, 2023, as described above.

(Note 1) The performance forecast and other forward-looking statements contained in this material have been prepared on the basis of information available at this point and certain assumptions which are judged to be rational, may be substantially different from the actual performance because of various factors that may arise from now on.

(Note 2) In these forecasts after the third quarter, we assume an exchange rate of ¥135/US dollar, (Asian spot) methanol price of US\$300/ton, Dubai crude oil price of US\$85/bbl and domestic naphtha price of ¥67,000/kl.

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