

Company Name Kudan Inc.
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 (Securities code: 4425 TSE Growth)
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Notification of revision to the annual earnings forecast

Kudan Inc. (henceforth in this document as “Kudan”) has revised its consolidated earnings forecast for the fiscal year ending March 2024 (April 1st, 2023 to March 31st, 2024) that was announced on May 15, 2023.

1. Revision to the consolidated earnings forecast for the fiscal year ending March 2023

(April 1st, 2023 – March 31st, 2024)

	Net Sales	Operating profit	Ordinary Profit	Profit attributable to owners of parent	Basic earnings per share
Previously released forecast (A)	Million yen 520	Million yen △560	Million yen △520	Million yen △550	yen △63.47
Revised forecast (B)	520	△550	△240	△270	△30.91
Discrepancy (B-A)	—	10	280	280	
Rate of change (%)	—	1.8%	53.8%	50.9%	
Reference: Previous FY results (FY ending March 2023)	332	△598	△394	△413	△49.30

2. Reason for the revision

The annual earnings forecast has been revised as above, as we expect 220 million yen foreign exchange gains from intra-group transactions due to the continuous appreciation of foreign currencies in the pound sterling, euro and US dollar and 50 million yen increase in research and development grants from overseas governments from its initial expectations. With regard to sales, business expansion is progressing, particularly in the customer commercialization and solutions business, and we are on track to achieve its initial forecast, mainly due to product-related sales expansion. However, most of these sales are expected to be recorded near the end of the fiscal year, and it is difficult at present to make a precise estimate of the number of annual sales; therefore, the initial forecast remains unchanged.

*The forecasts and other forward-looking statements presented in this document are based on information currently available to Kudan and certain assumptions that Kudan deems to be reasonable. Kudan provides no assurance that the forecasts or other forward-looking statements will be achieved, and the actual business results may vary considerably from the forecasts due to a wide variety of factors.