日本電解株式会社
Nippon Denkai, LTD.

November 10, 2021

Company name: Nippon Denkai, Ltd.
Representative: Hidemasa Nakajima, President and CEO
Listed on: TSE Mothers Code No.5759
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Notice Regarding the Revision of the Consolidated Financial Forecast for the Fiscal Year Ending March 31, 2022

This is to announce that the consolidated financial forecast for the fiscal year ending March 31, 2022 announced on June 25, 2021 are revised as below.

1. Revision of the Consolidated Financial Forecast (FY from April 1, 2021 to March 31, 2022)

	Net Sales (Millions of yen)	Operating Profit (Millions of yen)	Ordinary Profit (Millions of yen)	Profit Attributable to Owners of Parent (Millions of yen)	Earnings per Share Attributable to Owners of Parent (Yen)
Previous Forecast (A) (Announced on June 25, 2021)	18,860	1,304	1,226	873	120.69
New Forecast (B)	20,282	1,051	1,000	843	116.46
Difference (B - A)	1,421	(253)	(226)	(30)	
Fluctuation rate (%) (B - A)/ (A) x 100	% 7.5	% (19.4)	% (18.5)	% (3.5)	
(Reference) Results of the Fiscal Year ended March 31, 2021	14,584	527	440	193	26.86

2. Background of the Revision of the Consolidated Financial Forecast

In the recent business situation, demand for our Group's products is expected to be lower than previously expected due to factors such as global semiconductor supply shortages, production cutbacks at major automobile manufacturers due to stagnant parts supply networks, and decreased demand for smartphones due to semiconductor shortages and prolonged trade negotiations between the U.S. and China.

In view of this situation, we have lowered the production volume (total of all products), which is the premise of our business forecast, from 12,512 tons to 11,885 tons (down by 5.0%).

In addition, we have revised our assumption for the price of copper materials from the previous forecast of 760 yen per kilogram to 1,080 yen per kilogram based on the prevailing prices for the past three months, as the copper price has remained high.

As a result of these revisions, net sales are expected to increase from the previous forecast to 20,282 million yen (up by 7.5%). Operating profit, ordinary profit, and profit attributable to owners of parent are expected to decrease to 1,051 million yen (down by 19.4%), 1,000 million yen (down by 18.5%), and 843 million yen (down by 3.5%), respectively, from the previous forecast.

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● Disclaimer

The forward-looking statements, including earnings forecasts, contained in this document are based on information currently available to the Company and certain assumptions that the Company considers reasonable.

However, actual results may differ materially from those in this document or from those inferred from this document due to changes in economic conditions, changes in the market environment, competition with other companies, and other factors.

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