February 12, 2025

Toru Noda
President and Representative Director, CEO
Solasto Corporation
(Securities Code: 6197 TSE PRIME)

Notice Concerning Revision of Forecast

Solasto Corporation (TSE: 6197, “the Company”) has announced that, based on the latest business performance, it has revised its consolidated financial results forecasts for FY2024 (April 1, 2024 to March 31, 2025) announced on May 10, 2024 as follows.

1. Revision of Consolidated Financial Results Forecasts for FY2024 (April 1, 2024 to March 31, 2025)

(Millions of yen)

	Net sales	Operating profit	Ordinary profit	Net income	Net income per share (yen)
Previous forecast (A)	139,000	6,200	6,050	2,500	26.69
Revised forecast (B)	137,000	6,950	6,600	3,860	41.85
Increase/Decrease (B-A)	-2,000	+750	+550	+1,360	—
Change (%)	-1.4	+12.1	+9.1	+54.4	—
(Reference) results of previous fiscal year (FY2022)	135,139	5,517	5,564	2,257	24.11

2. Reasons for the revision

In FY2024, the Company has focused on various priority initiatives with the goal of achieving a V-shaped recovery of operating profit, which fell in FY2023, the previous fiscal year, while at the same time making FY2024 a year for building our foundation for promoting sustainable growth.

Net sales is expected to be slightly lower than the previous forecast, as a result of a comprehensive review of the status of existing contract services and dispatch working services in the Medical Business and the recovery of utilization of elderly care facilities in the Elderly Care Business.

Regarding profits, the various structural reforms which were started in October 2023, mainly in the Smart Hospital Business, the Elderly Care Business and the head office divisions, contributed to the improvement of the Company's business performance, and the Company’s progress exceeded the initial forecast at the end of the first half of FY2024. Although the performance was ahead of initial forecasts at the end of the first half of FY2024, the company decided to remain

This document has been translated from the Japanese original for reference purposes only. In the event of any discrepancy between this translated document, the Japanese original shall prevail.

unchanged of its full-year consolidated earnings forecasts, taking into account various uncertain factors such as the impact of the minimum wage increase from the second half onwards, further improvements in employee benefits, and changes in the business environment. In the third quarter, although the company made improvements to employee treatment that exceeded initial forecast, various structural reforms achieved results that exceeded initial expectations, including the Smart Hospital business becoming profitable in the third quarter for the first time since its launch. As a result, operating profit is expected to exceed the initial forecast. Moreover, extraordinary losses are expected to be lower than past years, mainly due to improved utilization rates of elderly care facilities in the Elderly Care Business. As a result, profit attributable to owners of parent company is expected to significantly exceed the previously announced forecast.
Based on these factors, the Company revised its full-year consolidated forecasts for FY2024 (April 1, 2024 to March 31, 2025) announced on May 10, 2024 as described above.
The dividend forecast has not been revised due to the revision of the consolidated earnings forecast.

Note: The above forecasts are based on the information available as of the date of this announcement. Actual results may differ from the forecasts due to various factors.

Investor Relations Office
ir@solasto.co.jp

This document has been translated from the Japanese original for reference purposes only. In the event of any discrepancy between this translated document, the Japanese original shall prevail.