

Notice Regarding Recording of Non-Operating Income, Revision of Financial Results Forecast and Dividend Forecast

DAISHINKU CORP. (hereinafter, the “Company”) hereby announces that the Company is expected to record the non-operating income in the fiscal year ending March 31, 2022. In addition, the Company also announces that revised forecast of consolidated financial results for the fiscal year ending March 31, 2022 that was previously announced on November 11, 2021 and year-end dividend forecast for the fiscal year ending March 31, 2022 that was previously announced on October 15, 2021. The details are as follows:

1. Recording of Non-Operating Income

In addition to recording foreign exchange gains of 559 million yen to non-operating income in the consolidated financial results for the third quarter ended December 31, 2021 (April 1, 2021 to December 31, 2021), foreign exchange gains of 673 million yen is expected as non-operating income in the fourth quarter of the fiscal year ending March 31, 2022 (January 1, 2022 to March 31, 2022), due to recent exchange rate changes. As a result, foreign exchange gains of 1,232 million yen is expected to the consolidated financial results in the fiscal year ending March 31, 2022 (April 1, 2021 to March 31, 2022).

2. Revision of Financial Results Forecast

1) Revision of Consolidated Forecast for the Fiscal Year Ending March 31, 2022 (April 1, 2021 to March 31, 2022)

(Units: Millions of Yen)

	Net Sales	Operating Income	Ordinary Income	Profit attributable to owners of parent	Net Income per share (Yen)
Original Forecast (A)	40,000	4,800	5,000	2,400	74.35
Revised Forecast (B)	41,200	5,200	6,500	3,500	108.42
Difference (B-A)	1,200	400	1,500	1,100	—
% Change	3.0	8.3	30.0	45.8	—
(Reference) Fiscal Year Ended March 31, 2021	33,189	2,089	2,533	1,223	37.90

*The Company has implemented the split of shares of common stocks at a ratio of four shares per one share effective as of November 1, 2021. Accordingly, net income per-share is calculated on the assumption that the split of shares was implemented at the beginning of the previous fiscal year.

2) Reason

In the current consolidated fiscal year, strong demand for crystal devices continued, and sales to consumer and industrial equipment markets exceeded expectations. In addition, as shown above 1., the weaker yen progressed toward the end of the fiscal year, and as a result of the recording of foreign exchange gains of 1,232 million yen. As a result, both sales and profits are expected to exceed expectations. Therefore, the Company revised the forecast of consolidated financial results for the fiscal year ending March 31, 2022 as shown above.

(Notes)

The forecasts are based on assumptions of the future economic environment using the data available at the time of disclosure. Actual consolidated financial results may differ from the forecasts, due to various factors.

3. Revision of Dividends Forecast

	Annual Dividend		
	End of Second Quarter	Year-End	Annual
Previous Forecast	JPY 25.00	JPY 6.25 (JPY 25.00)	— (JPY 50.00)
Revised Forecast (Prior to the split of shares)	—	JPY 12.00 (JPY 48.00)	— (JPY 73.00)
Fiscal Year Ending March 31, 2022	JPY 25.00	—	—
Fiscal Year Ended March 31, 2021	JPY 10.00	JPY 25.00	JPY 35.00

*The Company has implemented the split of shares of common stocks at a ratio of four shares per one share effective as of November 1, 2021. Accordingly, previous fiscal year and current fiscal year (end of second quarter) of dividends per share, the amount before the split of shares is stated.

Reason

The Company strives to maximize corporate competitiveness and take into consideration the reinforcement of business structure and so forth. The Company recognizes that it is basic policy in paying stable dividends to shareholders.

Based on the above policy and business performance trends for the current fiscal year, which is expected to generate record high profits, the Company will increase the year-end dividend forecast for the fiscal year ending March 31, 2022 by 5.75 yen from the latest forecast to 12.00 yen per share.