

August 8th, 2023

Junya Suzuki

Chairman of the Board, President and CEO

Nissha Co., Ltd.

Stock Listings: Tokyo Stock Exchanges, Prime Market 7915

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Notice of Difference between Business Forecast and Actual Results for the First Half of FY2023 and Revision to the Business Forecast for FY2023

Nissha Co., Ltd. (“the Company”) hereby announces the difference between the business forecast announced on May 11, 2023 and actual results for the first half of FY2023 (January 1, 2023 to June 30, 2023) and the revision to the business forecast for FY2023 (January 1, 2023 to December 31, 2023), as follows.

1. Difference between consolidated business forecast and actual results in the first half of FY2023 (January 1, 2023 to June 30, 2023)

(Millions of yen, except basic earnings per share)

	Net Sales	Operating profit	Profit before tax	Profit attributable to owners of parent	Basic earnings per share (Yen)
(A) Previous Forecast	83,000	(800)	(900)	(1,100)	(22.54)
(B) Actual results	83,005	58	1,087	801	16.36
Changes in Amount (B) - (A)	5	858	1,987	1,901	
Percentage of Change (%)	0.0	—	—	—	
Reference: Results for the six months ended June 30, 2022	88,217	6,267	9,549	7,903	158.62

Reasons for the difference

Net sales progressed almost as estimated although product demands weakened due to such factors as a settling down of demand from staying at home and inventory adjustment in the supply chain.

Operating profit exceeded the forecast thanks to favorable change in the product mix and foreign exchange gains.

Adding to above, Profit before tax, Profit attributable to owners of parent exceeded the forecast, due to the effect of finance income mainly from the foreign exchange gain recorded for the six months ended June 30, 2023.

2. Revision to consolidated business forecast for FY2023 (January 1, 2023 to December 31, 2023)

(Millions of yen, except basic earnings per share)

	Net Sales	Operating profit	Profit before tax	Profit attributable to owners of parent	Basic earnings per share (Yen)
(A) Previous Forecast	174,500	2,500	2,000	1,000	20.49
(B) Revised Forecast	174,500	2,500	3,100	2,000	40.96
Changes in Amount (B) - (A)	—	—	1,100	1,000	
Percentage of Change (%)	—	—	55.0	100.0	
Reference: Results for the fiscal year ended December 31, 2022	193,963	9,520	12,373	10,140	203.65

Reasons for the Revision

Net Sales, Operating profit are expected to progress as previously forecasted.

Profit before tax, Profit attributable to owners of parent are expected to exceed the prior forecast, due to the effect of finance income from the foreign exchange gain recorded for the six months ended June 30, 2023.

END