

**(Correction) Notice of Partial Correction of
“Consolidated Financial Summary for the year ended March 31, 2020”**

DOWA HOLDINGS CO., LTD. hereby announces that the following correction of part of content stated in “Consolidated Financial Summary for the year ended March 31, 2020”. The section subject to the correction is underlined.

1. Correction Part

P9 4. Consolidated Financial Statements

(5) Consolidated Statements of Cash Flows

2. Details of Correction

(Before correction)

	(Millions of Yen)	
	Previous fiscal year (From April 1, 2018 to March 31, 2019)	Current fiscal year (From April 1, 2019 to March 31, 2020)
Cash flows from operating activities		
Profit before income taxes	23,499	28,762
Depreciation	18,628	19,288
Impairment loss	212	1,181
Amortization of goodwill	509	485
Increase (decrease) in allowance for doubtful accounts	(42)	207
Increase (decrease) in other provisions	(63)	(249)
Increase (decrease) in retirement benefit liability	722	624
Interest and dividend income	(2,204)	(2,752)
Interest expenses	1,008	1,323
Foreign exchange losses (gains)	(688)	457
Share of loss (profit) of entities accounted for using equity method	(2,470)	(605)
Loss (gain) on sales of non-current assets	(184)	(131)
Loss on retirement of non-current assets	1,032	<u>821</u>
Loss (gain) on sales of investment securities	(158)	(1,554)
Decrease (increase) in trade receivables	2,435	8,553
Decrease (increase) in inventories	(13,471)	4,361
Increase (decrease) in trade payables	5,883	<u>(7,473)</u>
Increase (decrease) in accrued consumption taxes	(514)	2,412
Other, net	7,018	<u>77</u>
Subtotal	41,152	55,789
Interest and dividends received	5,171	6,115
Interest paid	(864)	(1,348)
Income taxes (paid) refund	(7,904)	(5,443)
Net cash provided by (used in) operating activities	37,555	55,113

(After correction)

(Millions of Yen)

	Previous fiscal year (From April 1, 2018 to March 31, 2019)	Current fiscal year (From April 1, 2019 to March 31, 2020)
Cash flows from operating activities		
Profit before income taxes	23,499	28,762
Depreciation	18,628	19,288
Impairment loss	212	1,181
Amortization of goodwill	509	485
Increase (decrease) in allowance for doubtful accounts	(42)	207
Increase (decrease) in other provisions	(63)	(249)
Increase (decrease) in retirement benefit liability	722	624
Interest and dividend income	(2,204)	(2,752)
Interest expenses	1,008	1,323
Foreign exchange losses (gains)	(688)	457
Share of loss (profit) of entities accounted for using equity method	(2,470)	(605)
Loss (gain) on sales of non-current assets	(184)	(131)
Loss on retirement of non-current assets	1,032	816
Loss (gain) on sales of investment securities	(158)	(1,554)
Decrease (increase) in trade receivables	2,435	8,553
Decrease (increase) in inventories	(13,471)	4,361
Increase (decrease) in trade payables	5,883	(8,383)
Increase (decrease) in accrued consumption taxes	(514)	2,412
Other, net	7,018	992
Subtotal	41,152	55,789
Interest and dividends received	5,171	6,115
Interest paid	(864)	(1,348)
Income taxes (paid) refund	(7,904)	(5,443)
Net cash provided by (used in) operating activities	37,555	55,113