

Notice of Revisions of Financial Forecasts

DOWA HOLDINGS CO., LTD. (“the Company”) has revised its first half consolidated forecasts for fiscal year ending March 31, 2022 (April 1, 2021 to September 30, 2021) and full year consolidated forecasts for fiscal year ending March 31, 2022 (April 1, 2021 to March 31, 2022), which were announced on May 14, 2021, in light of the recent performance.

Details are as follows:

1. Revisions of Consolidated Financial Forecasts

(1) First Half Consolidated Forecasts for the fiscal year ending March 31, 2022 (April 1, 2021 to September 30, 2021)

	Net Sales	Operating Income	Ordinary Income	Profit attributable to owners of parent	Net Income per Share
	(Millions of Yen)	(Millions of Yen)	(Millions of Yen)	(Millions of Yen)	(Yen)
Previous Forecasts (A) (Announced on May 14, 2021)	310,000	21,000	23,500	14,000	236.35
Revised Forecasts (B)	397,100	33,800	38,600	25,000	420.15
Change (B-A)	87,100	12,800	15,100	11,000	
Percentage Change (%)	28.1	61.0	64.3	78.6	
(Ref.) Previous Fiscal Year First Half Results (First Half of Year Ended March 31, 2021)	252,479	12,619	9,328	1,616	27.31

(2) Full Year Consolidated Forecasts for the fiscal year ending March 31, 2022 (April 1, 2021 to March 31, 2022)

	Net Sales	Operating Income	Ordinary Income	Profit attributable to owners of parent	Net Income per Share
	(Millions of Yen)	(Millions of Yen)	(Millions of Yen)	(Millions of Yen)	(Yen)
Previous Forecasts (A) (Announced on May 14, 2021)	640,000	44,000	50,000	30,000	506.47
Revised Forecasts (B)	780,000	58,000	66,000	42,000	705.85
Change (B-A)	140,000	14,000	16,000	12,000	
Percentage Change (%)	21.9	31.8	32.0	40.0	
(Ref.) Previous Fiscal Year Results (Year Ended March 31, 2022)	588,003	37,454	37,200	21,824	368.45

2. Reasons for the Revisions

In the business environment in the second quarter and beyond, orders and sales of major products will continue to be firm. In the foreign exchange market and metal prices, the exchange rate will continue to be at the level of 110 yen per U.S. dollar, and metal prices will continue to be strong, as in the first quarter, exceeding the assumptions used in the previous forecast announced on May 14, 2021.

As a result, the first half and full year consolidated financial forecast for the fiscal year ending March 31, 2022 is expected to exceed the previous forecasts, mainly in the Nonferrous Metals segment.

Regarding Fujita Kanko Inc., an equity method affiliate, the company has not been announced their earnings forecasts for the fiscal year ending December 31, 2021, therefore this forecast does not include their first quarter results and the full year forecasts for the current fiscal year.

3. Consolidated Financial Forecasts by Segment

(1) First Half Consolidated Forecasts for the fiscal year ending March 31, 2021

(April 1, 2021 to September 30, 2021)

(Billions of Yen)

	Previous Forecasts			Revised Forecasts			Changes		
	Net Sales	Operating Income	Ordinary Income	Net Sales	Operating Income	Ordinary Income	Net Sales	Operating Income	Ordinary Income
Environmental Management & Recycling	61.5	3.3	3.3	65.7	6.0	5.8	4.2	2.7	2.5
Nonferrous Metals	150.4	12.5	15.0	206.0	20.3	24.5	55.6	7.8	9.5
Electronic Materials	75.4	1.9	2.2	92.0	2.7	3.3	16.6	0.8	1.1
Metal Processing	40.6	2.4	2.4	56.3	3.6	3.9	15.7	1.2	1.5
Heat Treatment	12.0	0.6	0.5	12.1	0.9	0.9	0.1	0.3	0.4
Other/ Eliminations	(29.9)	0.3	0.1	(35.0)	0.3	0.2	(5.1)	0.0	0.1
Total	310.0	21.0	23.5	397.1	33.8	38.6	87.1	12.8	15.1

(2) Full Year Consolidated Forecasts for the fiscal year ending March 31, 2022

(April 1, 2021 to March 31, 2022)

(Billions of Yen)

	Previous Forecasts			Revised Forecasts			Changes		
	Net Sales	Operating Income	Ordinary Income	Net Sales	Operating Income	Ordinary Income	Net Sales	Operating Income	Ordinary Income
Environmental Management & Recycling	129.0	8.0	8.2	133.2	10.7	10.8	4.2	2.7	2.6
Nonferrous Metals	308.5	22.7	28.2	409.0	31.7	38.5	100.5	9.0	10.3
Electronic Materials	152.5	4.3	5.1	175.0	5.3	6.3	22.5	1.0	1.2
Metal Processing	83.4	5.5	5.6	102.3	6.7	7.1	18.9	1.2	1.5
Heat Treatment	28.2	2.5	2.3	28.1	2.8	2.8	(0.1)	0.3	0.5
Other/ Eliminations	(61.6)	1.0	0.6	(67.6)	0.8	0.5	(6.0)	(0.2)	(0.1)
Total	640.0	44.0	50.0	780.0	58.0	66.0	140.0	14.0	16.0

(Notes)

The above values have been rounded down to the nearest second decimal place. Therefore, the total values of some segments may not be the same as the sum of the detailed values in each segment.

The forecasts included in this document are based on the information available to the Company at the time of the announcement and certain assumptions considered reasonable. Actual results may differ materially due to a range of factors.