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## Notice Concerning Revisions to Financial Results Forecasts and Dividend Forecasts

Hakudo Co., Ltd. (the “Company”) hereby announces, in light of the most recent financial results and operating trends, that it has revised the financial results forecasts, as well as dividend forecasts announced on May 14, 2021, as described below.

1. Revisions to consolidated financial results forecasts for the six months ending September 30, 2021 (April 1, 2021 through September 30, 2021)

	Net sales (Millions of yen)	Operating profit (Millions of yen)	Ordinary profit (Millions of yen)	Profit attributable to owners of parent (Millions of yen)	Earnings per share (Yen)
Previously announced forecasts (A)	23,700	1,410	1,480	1,020	89.93
Revised forecasts (B)	25,400	1,820	1,880	1,300	114.62
Change (B-A)	1,700	410	400	280	
Change (%)	7.2%	29.1%	27.0%	27.5%	
(Reference) Actual consolidated results for the six months ended September 30, 2020	17,836	583	616	428	37.75

2. Revisions to the full-year consolidated financial results forecasts for the fiscal year ending March 31, 2022 (April 1, 2021 through March 31, 2022)

	Net sales (Millions of yen)	Operating profit (Millions of yen)	Ordinary profit (Millions of yen)	Profit attributable to owners of parent (Millions of yen)	Earnings per share (Yen)
Previously announced forecasts (A)	48,000	2,920	3,000	2,070	182.51
Revised forecasts (B)	52,000	3,420	3,500	2,400	211.61
Change (B-A)	4,000	500	500	330	
Change (%)	8.3%	17.1%	16.7%	15.9%	
(Reference) Actual consolidated results for the previous fiscal year (Fiscal year ended March 31, 2021)	39,219	1,981	2,083	1,281	113.01

3. Revisions to non-consolidated financial results forecasts for the six months ending September 30, 2021 (April 1, 2021 through September 30, 2021)

	Net sales (Millions of yen)	Ordinary profit (Millions of yen)	Profit (Millions of yen)	Earnings per share (Yen)
Previously announced forecasts (A)	22,300	1,370	930	82.00
Revised forecasts (B)	24,000	1,760	1,210	106.68
Change (B-A)	1,700	390	280	
Change (%)	7.6%	28.5%	30.1%	
(Reference) Actual non-consolidated results for the six months ended September 30, 2020	16,780	589	407	35.92

4. Revisions to the full-year non-consolidated financial results forecasts for the fiscal year ending March 31, 2022 (April 1, 2021 through March 31, 2022)

	Net sales (Millions of yen)	Ordinary profit (Millions of yen)	Profit (Millions of yen)	Earnings per share (Yen)
Previously announced forecasts (A)	45,100	2,800	1,910	168.40
Revised forecasts (B)	49,000	3,250	2,220	195.73
Change (B-A)	3,900	450	310	
Change (%)	8.6%	16.1%	16.2%	
(Reference) Actual non-consolidated results for the previous fiscal year (Fiscal year ended March 31, 2021)	37,017	2,011	1,226	108.12

5. Reason for revisions to the financial results forecasts

As a result of an increase in net sales as well as an improvement in gross profit margin and the effects of brisk raw materials markets, the Company expects to exceed the previously announced forecast. Considering the rapid changes in the environment surrounding the Company, it has revised net sales, operating profit, ordinary profit and profit attributable to owners of parent, which were announced on May 14, 2021, for the consolidated and non-consolidated financial results forecasts for the six months ending September 30, 2021, and the full-year consolidated and non-consolidated financial results forecasts for the fiscal year ending March 31, 2022.

6. Details of revisions to dividend forecasts

	Annual dividends (Yen)				
	First quarter-end	Second quarter-end	Third quarter-end	Fiscal-year end	Total
Previous forecasts announced on May 14, 2021	—	36.00	—	46.00	82.00
Revised forecasts	—	46.00	—	48.00	94.00
Actual results for the current fiscal year	—		—		
Actual results for the previous fiscal year (Fiscal year ended March 31, 2021)	—	0.00	—	58.00	58.00

Note: Previous forecasts and revised forecasts for the year-end dividend include 90th anniversary memorial dividend of ¥9.00.

7. Reason for revisions to the dividend forecasts

In light of the revisions to the consolidated and non-consolidated financial results forecasts for the six months ending September 30, 2021, and the full year (April 1, 2021 through March 31, 2022), the Company has revised the interim dividend from the previously forecasted ¥36.00 per share to ¥46.00 per share, and the year-end dividend from the previously forecasted ¥46.00 per share to ¥48.00 per share.

Note: The forecasts contained in the above are based on information currently available to the Company as of the date of release of this document and include a considerable number of uncertain factors. Accordingly, actual results may differ from the forecasted values due to changes in the business conditions.

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