

[This is an English translation of the original text written in Japanese]



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LIXIL Corporation
Kinya Seto
Representative Executive Officer, President, and CEO
(TSE Prime market and NSE Premier market, code 5938)

(Contact):
Kayo Hirano
Senior Vice President, Leader, Investor Relations Office and
Leader, Finance & Treasury Corporate Accounting & Treasury/Tax

Announcement of Revision of Consolidated Financial Forecast for the Fiscal Year Ending March 2023

Reflecting the recent economic situation and business performance, LIXIL Corporation (hereinafter "LIXIL") hereby announces that it has revised its consolidated financial forecast for the fiscal year ending March 2023, which was initially announced on April 28, 2022.

1. Consolidated full-year forecast

(1) Consolidated full-year forecast for the fiscal year ending March 31, 2023

(April 1, 2022 through March 31, 2023)

	From Continuing Operation					Including Discontinued Operation		
	Revenue	Core earnings	Operating profit	Profit before income taxes	Profit for the year	Profit for the year	Profit for the year attributable to owners of the parent	Basic earnings per share
Previous full-year forecast (A)	Million JPY 1,520,000	Million JPY 81,000	Million JPY 78,000	Million JPY 76,000	Million JPY 51,800	Million JPY 51,200	Million JPY 51,000	JPY 175.99
Revised full-year forecast (B)	1,560,000	42,000	39,000	36,500	26,000	25,500	25,000	86.61
Change (B-A)	40,000	-39,000	-39,000	-39,500	-25,800	-25,700	-26,000	-89.38
Change (%)	2.6	-48.1	-50.0	-52.0	-49.8	-50.2	-51.0	-50.8
cf. FYE2022 results	1,428,578	64,875	69,471	67,262	50,540	48,730	48,603	167.21

Core earnings is the amount calculated by deducting cost of sales and Selling, General and Administrative (SG&A) expenses from the revenue.

(2) Reasons for revision of consolidated full-year forecast

LIXIL is working to respond and streamline its systems in response to the spread of the COVID-19 pandemic and supply chain disruptions caused by the situation in Russia and Ukraine. In addition, LIXIL continues to reduce fixed costs to cover the effects of rapid JPY depreciation and increasing resource prices, and is working to reflect these costs in sales prices in a timely manner.

Despite our efforts above, the cost of sales has been sharply impacted by the rapid depreciation of JPY beyond our estimation, higher costs for components, and cost increases due to supply chain disruptions. Moreover, the company is now seeing slowing demand in the Americas due to sharp rise in interest rates and challenging real estate market conditions in China.

Based on these factors and the results from the first half of the current fiscal year, LIXIL has decided to revise its consolidated financial forecast for the fiscal year ending March 2023 based on the information and forecasts currently available.

2. Dividend forecast

No change to the annual dividend forecast of JPY90 per share (interim dividend JPY45 and year-end dividend JPY45) as announced on April 28, 2022.

Explanation for adequate utilization of the forecast and other special matters

The forecasts and forward-looking statements above are prepared based on information currently available and therefore involve potential risks and uncertainties. Please note that actual results may differ from forecasted figures due to various unknown factors. LIXIL will promptly announce any necessary revisions to the forecasted figures.

End