



January 5, 2024

To All Concerned Parties

Company: Daiseki Eco. Solution Co., Ltd.
Representative: Hiroya Yamamoto, President and
Representative Director
(Securities code: 1712, Standard Market of the Tokyo Stock
Exchange and Premier Market of the Nagoya Stock Exchange)
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Notice on Revisions to Financial Results Forecast and Forecast for Dividends

Daiseki Eco. Solution Co., Ltd. (“the Company”) hereby announces that, in light of recent trends in its business performance, the financial results forecast for the fiscal year ending February 29, 2024 announced on October 2, 2023 has been revised, and the forecast for dividends has also been revised as follows.

1. Revision to Full-year Financial Results Forecast

(1) Revision to the full-year consolidated financial results forecast for the fiscal year ending February 29, 2024 (March 1, 2023 to February 29, 2024)

| | Net sales | Operating profit | Ordinary profit | Profit attributable to owners of parent | Basic earnings per share |
|---|-----------------|------------------|-----------------|---|--------------------------|
| | Millions of yen | Millions of yen | Millions of yen | Millions of yen | Yen |
| Previous forecast (A) | 21,708 | 2,551 | 2,577 | 1,521 | 90.49 |
| Revised forecast (B) | 23,613 | 2,916 | 2,945 | 1,774 | 105.58 |
| Change (B-A) | 1,905 | 365 | 368 | 253 | |
| Change (%) | 8.7 | 14.3 | 14.2 | 16.6 | |
| (Reference) Results for the fiscal year ended February 28, 2023 | 16,411 | 1,373 | 1,412 | 724 | 43.09 |

(2) Reason for the revision

The consolidated financial results for the nine months ended November 30, 2023 exceeded expectations, mainly due to the fact that the Company’s mainstay Soil Investigation and Measures Business saw continued solid performance robust growth in the soil treatment, construction, and investigation projects in the Chukyo, Kanto, and Kansai areas, as well as recording sales from high value-added projects, such as consulting sales activities and cooperation with Daiseki Co., Ltd.

In light of these circumstances, the Company expects the full-year consolidated financial results forecast for the fiscal year ending February 29, 2024 to exceed the figures announced on October 2, 2023, and thus has revised it as described above.

2. Revision to Forecast for Year-end Dividends

(1) Revision to the forecast for dividends

| | Annual dividends | | |
|--|------------------|---|--|
| | 2nd quarter-end | Year-end | Total |
| Previous forecast | Yen | Yen | Yen |
| | | 5.00 | 10.00 |
| Revised forecast | | 7.00 | 12.00 |
| | | (Ordinary dividend: 6.00) (Commemorative dividend: 1.00) | (Ordinary dividend: 11.00) (Commemorative dividend: 1.00) |
| Results for the fiscal year ending February 29, 2024 | 5.00 | | |
| Results for the fiscal year ended February 28, 2023 | 5.00 | 5.00 | 10.00 |

(2) Reason for the revision

The Company regards the return of profits to shareholders as one of its most important management issues. Our basic policy is to return profits to shareholders in accordance with business performance while maintaining stable dividends, taking into consideration internal reserves for future business development, strengthening of the management structure, capital investment, and others.

Regarding the year-end dividend, the Company has revised it to ¥7 per share for the fiscal year under review, with an increase of ¥1 from the initial forecast due to the prospect of better-than-expected net sales and profits against the initial plan as described in the revised financial results forecast above, and the addition of a commemorative dividend of ¥1 in light of the forecast of record-high profits for the fiscal year ending February 29, 2024. As a result, the annual dividend shall be ¥12 per share, including the interim dividend of ¥5 per share.

(Note) The above results forecasts are based on information currently available to the Company. Actual results may vary due to various factors to arise in the future.