

August 4, 2022

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Notice Regarding Upward Revision to Earnings Forecast

In light of recent earnings trends, Kaga Electronics Co., Ltd. (hereinafter, "the Company") has revised its consolidated earnings forecast for the fiscal year ending March 31, 2023, announced on May 12, 2022, as shown below.

Revision of earnings forecast

Revision to consolidated earnings forecast for the fiscal year ending March 31, 2023
(from April 1, 2022 to March 31, 2023)

	Net sales	Operating income	Ordinary income	Profit attributable to owners of parent	Net income per share
	Million yen	Million yen	Million yen	Million yen	yen
Previous forecast (A) (Announced on May 12, 2022)	510,000	21,200	21,200	14,500	552.42
Revised forecast (B)	540,000	24,000	24,500	16,000	609.58
Difference (B) – (A)	30,000	2,800	3,300	1,500	
Percent change (%)	5.9	13.2	15.6	10.3	
(Reference) Results for the fiscal year ended March 31, 2022	495,827	20,915	21,456	15,401	576.46

<Reasons for the revision>

In the first quarter of the consolidated fiscal year ending March 31, 2023, amid continued supply shortages of certain semiconductors and electronic components, the Group worked to capture robust demand from a wide range of industries using its procurement capabilities as an independent trading company, and also benefited from the yen's exchange rate which depreciated more than the level assumed in the earnings forecasts set at the beginning of the fiscal year. Steady progress was made toward achieving the Group plan, with net sales and profits both exceeding the plan. As presented above, an upward revision has been made to the full-year consolidated earnings forecasts for the fiscal year ending March 31, 2023, announced on May 12, 2022. Given the uncertainties in the outlook, due to future trends in supply and demand of semiconductors and other electronic components, the COVID-19 situation, the situation in Ukraine, and exchange rate fluctuations, the revision only factors in the earnings trend in the first quarter under review. Forecasts for the second quarter and beyond are unchanged from the initial forecasts.

(Note) The above forecasts are based on the information currently available to the Company on the date of the release and certain assumptions deemed reasonable. Actual results may vary from the forecast for a variety of reasons.