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Company name:	Denyo Co., Ltd.		November 10, 2022
Stock exchange listing:	Tokyo	(Stock code: 6517)	
Representative:	President	Shoichi Shiratori	
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Notice Concerning the Revision of Forecast Financial Results for the Year ending March 31, 2023

Denyo Co., Ltd. (the “Company”) resolved to revise the Forecast Financial Results for the year ending March 31, 2023 which were announced on May 12, 2022 based on the recent actual performance. Details are as follows.

Description

1. Revision of Forecast Financial Results

Revision of the consolidated financial results

Revision of the forecast consolidated financial results for the year ending March 31, 2023

(From April 1, 2022 to March 31, 2023)

	Net sales	Operating profit	Ordinary profit	Profit attribute to owners of parent	Earnings per share
	Millions of yen	Millions of yen	Millions of yen	Millions of yen	Yen
Previous forecasts (A)	57,500	3,900	4,200	2,800	135.14
New forecasts (B)	60,000	3,400	3,500	2,400	115.80
Change (B-A)	2,500	△ 500	△ 700	△ 400	
Change (%)	4.3	△ 12.8	△ 16.7	△ 14.3	
Reference: Results in Year ended Mar.31, 2022	55,168	3,653	4,029	2,753	132.02

2. Reasons

While the demand for engine generators in the US and Asian markets is on a recovery trend, shipments have been on an upward trend partly due to the effect of the depreciation of the yen. In addition, as the yen has depreciated significantly compared to the forecast at the beginning of the fiscal year, it is expected that US dollar-denominated sales at the US subsidiaries will increase in yen terms.

On the other hand, with regards to profits, the Company and its subsidiaries are working to pass on the soaring raw material costs due to the rise in global prices to sales prices, but the timing of full-fledged effect of this has been delayed compared to initial forecast. In addition, there are concerns about further increases in raw material costs.

Under these circumstances, the Company has revised the forecast consolidated financial results for the year ending March 31, 2023 as described above, as net sales are expected to exceed the initial forecast, but profits are expected to fall short.

The assumed exchange rate has been changed from 110 yen to the US dollar to 130 yen to the US dollar.

Notice: The above forecast is based on the information we have got until the announcement date of this material. Please kindly be aware of that actual results may differ materially from projected values due to various factors.

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