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Company name:	Denyo Co., Ltd.		April 27, 2023
Stock exchange listing:	Tokyo	(Stock code: 6517)	
Representative:	President	Takanori Yoshinaga	
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	Chief Executive Administration Division		

Notice Concerning Revision of Forecast Financial Results and Dividend Forecast (Dividend Increase)

Denyo Co., Ltd. (the “Company”) resolved to revise the earnings forecast and dividend forecast which were announced on November 11, 2022 based on the recent actual performance. Details are as follows.

Description

1. Revision of Forecast Financial Results

(1) 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)	60,000	3,400	3,500	2,400	115.80
New forecasts (B)	64,000	4,850	5,150	3,600	174.02
Change (B-A)	4,000	1,450	1,650	1,200	
Change (%)	6.7	42.6	47.1	50.0	
Reference: Results in Year ended Mar.31, 2022	55,168	3,653	4,029	2,753	132.02

(2) Reasons

While demand in the domestic market remained firm, demand in the US market also remained at a high level, and the Asian market recovered steadily, supported by factors such as the depreciation of the yen. Under these circumstances, the production of some products has been hindered due to difficulties in procuring parts, etc., but we have focused on stabilizing supply, such as by accommodating production materials and implementing production support within the group. In addition, although the cost of raw materials increased due to the rise in global prices, we have been working to reflect some of this in sales prices, and the effects of this have been apparent mainly in the second half of the fiscal year.

As a result, we have revised the consolidated earnings forecast for the fiscal year ending March 31, 2023 as described above, as net sales, operating profit, ordinary profit, and profit attributable to owners of the parent are expected to exceed the previously announced forecast.

2. Revision of dividend forecast

(1) Revision of the Dividend Forecast

	Annual dividends per share		
Reference date	2nd quarter-end	Fiscal year-end	Total
	Yen	Yen	Yen
Previous forecasts (May 12, 2022)	23.00	25.00	48.00
New forecasts	—	27.00	50.00
Actual results for the current fiscal year	23.00	—	—
Actual results for the previous fiscal year (ended March 31, 2022)	22.00	25.00	47.00

(2)Reasons

The Company recognizes the importance of enhancing the return of profits to shareholders while striving to improve its earning power and strengthen its financial structure. This is our basic policy.

Based on this basic policy, and in light of the above revisions to the earnings forecast, the Company has increased the year-end dividend forecast by 2 yen from 25 yen per share to 27 yen per share, and revised the annual dividend forecast from 48 yen per share to 50 yen per share.

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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