July 30, 2021

Dear Shareholders,

Listed company name: KROSAKI HARIMA CORPORATION
Representative: Kazuhiro Egawa, President
Securities Code: 5352

Notice Regarding Performance and Dividend Forecasts

This is to notify that Krosaki Harima Corporation ("the Company") has determined the interim forecasts of consolidated business results and the forecast of the interim dividend for the fiscal year ending March 2022 as follows. These projections were not yet determined when the Summary of Consolidated Financial Statements for the Fiscal Year Ending March 2021 [Japanese Standards] was released on May 12, 2021.

● Revisions to Performance Forecasts

Revision to the consolidated performance forecasts for the first half of the fiscal year ending March 2022 (from April 1, 2021, to September 30, 2021)

	Net sales	Operating income	Ordinary income	Net income attributable to owners of the parent	Net income per share
	Millions of yen	Millions of yen	Millions of yen	Millions of yen	Yen
Previous estimate (A)	—	—	—	—	—
Revised estimate (B)	65,000	4,000	4,000	2,750	326.50
Variance by amount (B – A)	—	—	—	—	
Variance by percentage (%)	—	—	—	—	
(Reference) Results for the first half of the fiscal year ended March 2021	55,671	1,459	2,227	1,688	200.48

Reasons for the Revisions

Consolidated net sales for the first half of the fiscal year ending March 2022 are forecast to be higher than for the same period of the previous fiscal year owing to growth of demand for refractory materials reflecting increases in the crude steel output of steel industries in Japan and overseas and an expected increase in demand for ceramic materials for semiconductor manufacturing equipment and electronic parts. Due to the net sales increase, profits are also expected to improve from a year earlier.

Forecasts of business results are subject to a significant change due to fluctuations in demand for refractories caused by crude steel output fluctuations as well as the market trend of refractory materials.

● Revision to Dividend Forecasts

	Dividend per share (Yen)				
	1Q end	2Q end	3Q end	Year-end	Annual
Previous estimate (announced on May 12, 2021)	—	—	—	—	—
Revised estimate	—	100.00	—	—	—
Actual results for the fiscal year ending March 2021	—	—	—		
Actual results for the fiscal year ended March 2020	—	40.00	—	110.00	150.00

Reasons for the Revision

The Company has set its target payout ratio at around 30% on a consolidated basis as its policy of profit allocation, and the forecast of dividends at the end of the second quarter of the fiscal year ending March 31, 2022, at ¥100 per share.

The forecast for year-end dividends for the fiscal year ending March 2022 remains undetermined as we need to identify the performance trend before making any judgment. Disclosure of the forecast will be made as soon as it becomes possible to do so.