October 31, 2023

Dear Shareholders,

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

Notice Regarding Performance and Dividend Forecasts

Krosaki Harima Corporation (“the Company”) has revised the performance and dividend forecasts for the fiscal year ending March 2024, which was disclosed on July 28, 2023, in the Summary of Consolidated Financial Statements for the First Quarter of the Fiscal Year Ending March 2024 [Japanese Standards].

● Revisions to Performance Forecasts

Revision to the consolidated performance forecasts for the fiscal year ending March 2024
(from April 1, 2023, to March 30, 2024)

	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)	172,000	13,000	13,500	10,000	1,187.55
Revised estimate (B)	174,000	13,600	14,500	12,400	1,472.58
Variance by amount (B – A)	2,000	600	1,000	2,400	
Variance by percentage (%)	1.2	4.6	7.4	24.0	
(Reference) Results for the fiscal year ended March 2023	165,202	11,173	12,083	8,282	983.46

Reasons for the Revisions

Consolidated net sales for the full fiscal year ending March 2024 are expected to increase from the previous estimate because, since the previous fiscal year, we have steadily shifted the cost increase chiefly caused by higher material and energy prices to sales prices in the Refractories business. In addition, business expansion, mainly in the robust Indian steel market, and sales expansion in the nonferrous business segment are contributing to this increase. Due to this net sales increase and the improved non-operating income resulting from foreign exchange gains and other factors, profits are also expected to increase from the previous estimate. Furthermore, as TRL Krosaki Refractories Limited, our consolidated subsidiary in India, plans to sell some of its land in the fourth quarter to secure investment funds for sustainable growth in the Indian market, the expected gain on sale is included in the estimated net income attributable to the owners of the parent company.

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 July 28, 2023)	—	160.00	—	200.00	360.00
Revised estimate	—	—	—	210.00	370.00
Actual results for the fiscal year ending March 2024	—	160.00			
Actual results for the fiscal year ended March 2023	—	110.00	—	180.00	290.00

Reasons for the Revision

Based on the revisions of the business performance forecasts disclosed today, the Company has revised upward its forecast of the annual dividend to ¥370 per share, or an increase of ¥10 from the previous forecast.