July 31, 2024

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 determined the interim forecasts of consolidated business results and the forecast of the interim dividend for the fiscal year ending March 2025 as follows. These projections were not yet determined when the Summary of Consolidated Financial Statements for the Fiscal Year Ending March 2024 [Japanese Standards] was released on May 13, 2024.

● Revisions to Performance Forecasts

Revision to the consolidated performance forecasts for the first half of the fiscal year ending March 2025 (from April 1, 2024, to September 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)	—	—	—	—	—
Revised estimate (B)	88,000	6,500	7,000	4,500	133.61
Variance by amount (B – A)	—	—	—	—	
Variance by percentage (%)	—	—	—	—	
(Reference) Results for the first half of the fiscal year ended March 2024	89,399	7,596	8,593	6,619	196.52

Reasons for the Revisions:

Consolidated net sales for the first half of the fiscal year ending March 2024 are expected to decrease from the same period of the previous fiscal year due to the decrease in domestic crude steel output. In addition to the net sales decrease, temporary cost burdens from rising prices of imported raw materials as a result of the weakening yen are also expected to lead to decreased profits relative to 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 31, 2024)	—	—	—	—	90.00
Revised estimate	—	45.00	—	45.00	90.00
Actual results for the fiscal year ending March 2025	—				
Actual results for the fiscal year ended March 2024	—	160.00	—	240.00	400.00

Note: The Company conducted a 4-for-1 stock split of its common shares on April 1, 2024. Actual amounts of dividends before the stock split are shown for the fiscal year ended March 2024. The dividend amounts for the fiscal year ending March 2025 reflect the stock split.

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. Based on this policy and the revisions of the business performance forecasts disclosed today, the Company has set the forecast of dividends at the end of the second quarter of the fiscal year ending March 31, 2025, at ¥45 per share.