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Notice Concerning Revisions to Consolidated Financial Forecasts (and Non-Consolidated Financial Forecasts) and Year-End Dividend Forecasts for the Fiscal Year Ending March 31, 2024

RIKEN TECHNOS CORPORATION (the “Company”) hereby announces the revisions of consolidated financial forecasts (and non-consolidated financial forecasts) for the fiscal year ending March 31, 2024 (from April 1, 2023 to March 31, 2024) announced on October 30, 2023, based recent performance trends. The Company also announces the revision of year-end dividend forecasts for the fiscal year ending March 31, 2024 announced on May 1, 2023, based this revisions, as described below.

- Revision of its consolidated financial forecasts (and non-consolidated financial forecasts) for the fiscal year ending March 31, 2024 (from April 1, 2023 to March 31, 2024)

(1) Consolidated financial forecasts for the fiscal year ending March 31, 2024

(Millions of Yen, except Consolidated earnings per share)

	Net sales	Operating profit	Ordinary profit	Profit attributable to owners of parent	Basic earnings per share (Yen)
Previously announced forecasts (A)	128,000	8,400	9,000	5,200	82.14
Revised forecasts (B)	128,000	8,700	9,200	6,400	106.27
Change (B-A)	0	300	200	1,200	
Change (%)	0	3.6	2.2	23.1	
(Reference) Actual consolidated financial results for the previous fiscal year (Fiscal year ended March 31, 2023)	123,497	7,506	7,964	4,557	72.11

(2) Non-Consolidated financial forecasts for the fiscal year ending March 31, 2024

(Millions of Yen, except Earnings per share)

	Net sales	Ordinary profit	Profit	Basic earnings per share (Yen)
Previously announced forecasts (A)	62,000	6,200	4,900	77.40
Revised forecasts (B)	62,000	6,400	6,200	102.95
Change (B-A)	0	200	1,300	
Change (%)	0	3.2	26.5	
(Reference) Actual non-consolidated financial results for the previous fiscal year (Fiscal year ended March 31, 2023)	57,080	5,332	4,232	66.96

(3) Reason for the revision

In the current third quarter consolidated accounting period (from October 1, 2023 to December 31, 2023), continuing from the second quarter consolidated cumulative period (from April 1, 2023 to September 30, 2023), in addition to the recovery of the automobile market and restaurant market, efforts were made to reduce manufacturing costs such as electricity charges, furthermore the gain on sales of investment securities was 1,881 million yen. As a result, profits at each stage exceeded forecasts.

With regard to the consolidated financial forecasts for the fiscal year ending March 31, 2024, although the future remains uncertain, profit at each stage is forecasts to exceed the initial forecast, reflecting this actual results.

2. Revision of the year-end dividend forecasts for Fiscal Year Ending March 31, 2024

(1) Revision of the year-end dividend forecasts for the Fiscal Year Ending March 31, 2024 (April 1, 2023 to March 31, 2024)

	Annual dividends			Consolidated dividend payout ratio
	Second quarter-end	Fiscal-year end	Total	
Previous forecasts (Announced on May 1, 2023)		13.00	25.00	35.1%
Revised forecasts		17.00	29.00	27.3%
Actual results for the current fiscal year	12.00			
(Reference) Actual results for the previous fiscal year (Fiscal year ended March 31, 2023)	9.00	16.00	25.00	34.7%

(2) Reason for revision to dividend forecasts

The management of the Company has been positioning the distribution of profits to our shareholders through increased corporate value in the mid-to long-term as one of the most important management issues and makes it a basic policy to ensure a steady stream of dividends while considering future business investment, enhancement of shareholder's equity, and other factors, with an aim at a consolidated dividend payout ratio of about 35%.

Based on the "Notice regarding Action to Implement Management that is Conscious of Cost of Capital and Stock Price" and "Supplementary Materials" announced on October 30, 2023, The Company have proceeded with the reduction of cross-shareholdings and sold 23 listed securities. As per the "Notice Regarding Recording of Gain on Sale of Investment Securities (Extraordinary income)" announced on December 25, 2023, recorded a gain on sale of investment securities of 1,881 million yen.

All funds obtained from the sale of investment securities were used to fund the acquisition of own shares, and during the current third quarter consolidated accounting period, 8,337 thousand shares of own shares were acquired for 6,999 million yen.

Based on the Notice Concerning Revisions to Consolidated Financial Forecasts (and Non-Consolidated Financial Forecasts) announced today, net income per share excluding the impact of gains on sales of this investment securities, we have revised the year-end dividend forecast to 17.00 yen per share and the annual dividend forecast to 29.00 yen per share.

Including the total amount of acquisition of own shares, the total return ratio will be 136.2%.

* Statements related to business forecasts contained in this document are based on information currently available and certain assumptions considered to be reasonable. Actual results may differ significantly due to various factor.