



October 31, 2023

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Notice concerning disparities between forecast of consolidated financial results and actual results for first half of fiscal year ending March 31, 2024, as well as recording of extraordinary loss

Nippon Light Metal Holdings Company, Ltd., hereby announces that there are differences between its forecast of the consolidated financial results for the first half of the fiscal year ending March 31, 2024 (from April 1, 2023, to March 31, 2024), released on July 31, 2023, and the actual results released today.

In addition, an extraordinary loss related to sediment control measures will be recorded for the first half of the fiscal year ending March 31, 2024. Details are as follows.

1. Differences between forecast of the consolidated financial results for the first half of the fiscal year and the actual results (from April 1, 2023, to September 30, 2023)

	Net sales	Operating profit	Ordinary profit	Profit attributable to owners of parent	Profit per share
Previous forecast (A)	Millions of yen 250,000	Millions of yen 4,000	Millions of yen 4,500	Millions of yen 2,000	Yen 32.30
Actual results (B)	250,452	5,681	6,689	2,144	34.62
Amount of change (B-A)	452	1,681	2,189	144	—
Percentage change (%)	0.2	42.0	48.6	7.2	—
(Ref) Results of the previous fiscal year (first half of fiscal year ended March 31, 2023)	253,094	3,657	5,207	3,804	61.44

Reasons for differences

Although semiconductor-related demand corrections and the slowdown in extrusion products for automobiles in China had an impact on aluminum sheet and extrusions, operating profit and ordinary profit in the first half of this fiscal year were higher than we had previously forecasted (on July 31, 2023) thanks to strong performance by the panel system division and recovery in the truck body business of the transport-related division, as well as in aluminum foil, powder, and paste.

With regard to the full-year financial results forecasts, the panel system division has

remained a strong performer since the third quarter, and recovery in products for truck bodies and domestic automobiles is ongoing. However, given the uncertainty of the timing of recovery in semiconductor-related demand as well as the automotive-related demand outlook in China, we have not changed our consolidated forecasts for the fiscal year ending March 31, 2024, released on May 15, 2023.

We have not changed our dividend forecasts for the fiscal year ending March 31, 2024 (interim dividend of 10 yen and year-end dividend of 40 yen per ordinary share).

2. Details of extraordinary loss

Heavy rain accompanying typhoons in August and October of 2019 caused the water level of the Amehata River upstream from Amehata Dam (Hayakawa Town, Minamikoma District, Yamanashi Prefecture), which is owned by our subsidiary Nippon Light Metal Co., Ltd., to rise. This resulted in flood damage to nearby areas.

In April 2020, we compiled the Amehata Dam sediment control master plan consisting of emergency measures for flood damage to nearby areas, as well as drastic sediment control measures, together with the Ministry of Land, Infrastructure, Transport and Tourism; Yamanashi Prefecture; and Hayakawa Town. The short-term plan for the 2020 and 2021 fiscal years has been completed, and the medium-term plan for the 2022 through 2024 fiscal years is currently underway. However, it was determined necessary to implement additional processes for sediment removal in accordance with the progress of the master plan, among others. Accordingly, a resolution was passed at the Board of Directors meeting held today to record 1,796 million yen in extraordinary loss as an expense for environmental measures.