

Notice of Revision of the Consolidated Financial Forecast (Upward Revision)

IDEC CORPORATION (hereafter: the Company) hereby revised the consolidated financial forecast for the year ending March 31, 2023, released on May 13, 2022, as per the resolution of the Board of Directors as follows.

- Revision of the consolidated financial forecast for the year ending March 31, 2023
(April 1, 2022 to March 31, 2023)

(Millions of yen)

	Net Sales	Operating income	Ordinary income	Net income attributable to shareholders of parent company	Earnings per share (Yen)
Previous forecast (A) (announced on May 13, 2022)	74,500	10,800	10,800	7,500	250.88
Revised forecast (B)	83,500	13,400	14,000	9,400	323.77
Change (B-A)	+9,000	+2,600	+3,200	+1,900	—
Rate of change (%)	+12.1%	+24.1%	+29.6%	+25.3%	—
(Ref.) Results for previous year (the year ending March 31, 2022)	70,789	9,672	10,398	7,896	264.12

Reasons for revision

The sales in major markets including Japan, US, EU, China and Southeast Asia are stronger than anticipated, and we expect our net consolidated sales to exceed our initial forecast by more than 10%. Thanks to these additional sales, we could more than compensate the impact of soaring raw materials and other costs, hence our operating income, ordinary income and net income are also expected to significantly exceed the initial forecast. The company decided to revise its consolidated financial forecast upward for full year as below.

Expected full-year dividends remain unchanged at 100JPY/share with both interim dividend and year-end dividend at 50 JPY/share.

2. Consolidated financial forecast for the first half of the year ending March 31, 2023
(April 1, 2022 to September 30, 2022)

(Millions of yen)

	Net Sales	Operating income	Ordinary income	Net income attributable to shareholders of parent company	Earnings per share (Yen)
Revised forecast (First half of the year)	42,500	7,200	7,800	5,300	182.55
(Ref.) Results for previous year (the year ending March 31, 2022)	34,856	4,853	5,022	3,526	117.58

3. Forecast of sales per regions and per products for the year ending March 31, 2023
(April 1, 2022 to March 31, 2023)

(1) Sales by regions

(Millions of yen)

	Previous forecast (A) (announced on May 13, 2022)	Revised forecast (B)	Change (B-A)	Rate of change (%)	(Ref.) Results for previous year (the year ending March 31, 2022)
Japanese sales	32,000	34,200	+2,200	+6.9%	30,904
Overseas sales	42,500	49,300	+6,800	+16.0%	39,885
Total	74,500	83,500	+9,000	+12.1%	70,789

(2) Sales by products

(Millions of yen)

	Previous forecast (A) (announced on May 13, 2022)	Revised forecast (B)	Change (B-A)	Rate of change (%)	(Ref.) Results for previous year (the year ending March 31, 2022)
Industrial Switches	35,500	39,400	+3,900	+11.0%	33,191
Industrial Relays & Components	14,500	17,000	+2,500	+17.2%	13,625
Automation & Sensing	9,100	10,600	+1,500	+16.5%	9,958
Safety & Explosion Protection	9,800	10,900	+1,100	+11.2%	8,908
Systems	4,500	4,500	—	—	3,742
Others	1,100	1,100	—	—	1,363
Total	74,500	83,500	+9,000	+12.1%	70,789

Note: Forward-looking statements such as financial results forecasts described in this material are based on the information available to the Company and certain premises deemed reasonable. Actual financial results may differ from the forecast due to various factors.