



January 10, 2024

For Immediate Release

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(Securities Code: 3501, Prime Market, TSE)
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Notice of Revisions to Financial Forecast for the Second Quarter (Interim Period) of the Fiscal Year Ending May 31, 2025

SUMINOE Co., Ltd. announces that it has revised the forecast for the second quarter (interim) of the fiscal year ending May 2025 announced on July 12, 2024, considering the current trend of business performance. There will be no change in the dividend forecast due to the revision of this forecast.

Details

1. Revision of forecast of consolidated financial results for the second quarter (interim period) of the fiscal year ending May 31, 2025 (June 1, 2024 to November 30, 2024)

	Net sales	Operating income	Ordinary income	Profit attributable to owners of parent	Profit per share Basic
	Million Yen	Million Yen	Million Yen	Million Yen	Yen
Previous forecast (announced on July 12, 2024) (A)	51,200	1,000	1,100	300	44 . 41
Revised forecast (B)	50,690	740	445	65	9 . 67
Change (B - A)	(510)	(260)	(655)	(235)	—
Percentage change (%)	(1.0)	(26.0)	(59.5)	(78.3)	—
(Reference) Financial results for the same period of the previous fiscal year (Q2 of FY2024)	51,409	1,405	1,693	753	(116 . 07)

2. Reasons for revision of the forecast

During the first six months (interim period) of the fiscal year ending May 31, 2025, in the Automotive Textiles and Traffic Facilities Segment, which is the Company's main business, net sales in the traffic facilities business exceeded the plan as the Company responded effectively to recovering demand for products for both railways and busses as a market leader that maintains the largest market share for over a century. On the other hand, the automotive textiles business was affected by deterioration of production efficiency at North and Central American bases due to short-term fluctuations in orders received, a significant production reduction at major customers mainly caused by the rise of new electric vehicle manufacturers in China, and a decrease in production volume by Japanese automakers on the back of social situations in Southeast Asian countries. In the Interior Fittings Segment, our efforts, including new product development and up-front investment for securing new orders, did not lead to an increase in net sales in the interim period. As a result, overall net sales for the interim period are expected to fall short of our previous forecast announced on July 12, 2024. In terms of profits, although the Company recorded a gain on sale of investment securities, profits at each level are also expected to fall short of our previous forecasts as the Company recorded a share of loss of entities accounted for using equity method

and foreign exchange losses in non-operating expenses, in addition to the decrease in net sales.

Regarding the full-year consolidated financial forecast, although we expect the average yen to be weaker than planned, which is expected to contribute to both sales and profits, we are currently in the process of carefully evaluating the business environment and economic situation, including the impact of revisions to automakers' production and sales plans, and has not revised our previously announced forecast. Going forward, we will promptly disclose any revision of the forecast for the consolidated business results, if necessary.

*The above-mentioned forecasts of performance are based on currently available information. The actual performance may be significantly different from the forecasts due to various factors.