

(Translation)

August 1, 2022

Dear Sirs and Madams:

Name of the Company: NH Foods Ltd.
Representative: Yoshihide Hata
President and Representative Director
(Code No. 2282, Prime Market of the
Tokyo Stock Exchange)
Person to contact: Tomoya Matsuda
General Manager of Public & Investor
Relations Department
(TEL: +81-06-7525-3031)

Notice of the Adjustment to the Forecast of Business Results

Notice is hereby given that NH Foods Ltd. (the “Company”), in consideration of recent trends in its business results, has adjusted the forecast of consolidated business results for the cumulative second quarter and the whole-year period ending March 31, 2023 announced on May 10, 2022 in “Brief Statement of Accounts for the Year Ended March 31, 2022 (Under IFRS) (Consolidated)” as described below.

Description

1. Adjustment to the forecast of business results

- Adjustment to the forecast of consolidated business results for the cumulative second quarter of the year ending March 31, 2023 (April 1, 2022 through September 30, 2022):

(millions of yen, unless otherwise indicated)

	Net sales	Business profit	Profit before tax	Profit attributable to owners of parent	Earnings per share (basic) (yen)
Previous forecast (A)	610,000	24,000	27,500	20,000	195.45
Adjusted forecast (B)	610,000	21,000	25,000	18,000	175.87
Amount of increase or decrease (B)–(A)	–	(3,000)	(2,500)	(2,000)	
Rate of increase or decrease (%)	–	(12.5)%	(9.1)%	(10.0)%	
(For reference) Actual results for the cumulative second quarter of the previous year (April 1, 2021 through September 30, 2021)	569,118	24,252	28,073	19,604	191.80

Note: Net sales and profit before tax for the cumulative second quarter of the previous year (April 1, 2021 through September 30, 2021) are figures after retrospective adjustment due to classification of discontinued operations.

- Adjustment to the forecast of consolidated business results for the whole-year period ending March 31, 2023 (April 1, 2022 through March 31, 2023):

(millions of yen, unless otherwise indicated)

	Net sales	Business profit	Profit before tax	Profit attributable to owners of parent	Earnings per share (basic) (yen)
Previous forecast (A)	1,240,000	46,000	44,500	33,000	322.50
Adjusted forecast (B)	1,240,000	43,000	42,000	31,000	302.88
Amount of increase or decrease (B)–(A)	–	(3,000)	(2,500)	(2,000)	
Rate of increase or decrease (%)	–	(6.5)%	(5.6)%	(6.1)%	
(For reference) Actual results for the previous year (April 1, 2021 through March 31, 2022)	1,174,389	48,116	51,366	48,049	469.92

2. Reason for adjustment to the forecast of business results

Cumulative second quarter

Net sales are expected to remain on a par with the previous forecast. The sales prices have been stable in the fresh meats business and sales in our markets of the overseas business have been strong although some struggles are expected due to stronger budget-conscious tendencies in the processed food business.

Profit is expected to fall below the previous forecast on each level, as a severe environment is anticipated to continue in terms of earnings such as a rise in raw material costs and fuel prices mainly in the processed food business.

Whole-year period

The Company will also adjust its forecast of business results for the whole-year period ending March 31, 2023 in light of the trends in the business results for the cumulative first quarter and the adjustment to the forecast for the cumulative second quarter.

<Cautionary notice on information about the future>

The plans, forecast of operating results, and other prospects for the future described in this press release material are based on the information currently available to the Company and certain assumptions considered reasonable by the Company and are not contemplated to ensure the fulfillment thereof. The actual results in the future may materially differ from such plans and forecast in this press release, depending on various factors including risk factors in business. The Company, therefore, wishes to caution that readers should not place undue reliance on these descriptions to make investment decisions. Further, unless obligated by laws or ordinances or the rules of financial instruments exchanges, the Company will not necessarily, or is not obligated to, revise such descriptions about the future, including the forecast of business results notwithstanding any information or event in the future or any result arising therefrom, or publicize such revised information.

–END–