



May 9, 2023

Company name: ShinMaywa Industries, Ltd.

Representative: Tatsuyuki Isogawa, President and Chief Executive Officer

(Code number: 7224; Tokyo Stock Exchange, Prime Market)

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**Notice of Difference between Consolidated Earnings Forecast and Actual Results and
Revision of Dividend Forecast (Dividend Increase)**

ShinMaywa Industries, Ltd. (the “Company”) hereby announces that the difference between the consolidated earnings forecast for the fiscal year ended March 31, 2023, announced on February 2, 2023, and the actual results announced today, as described below.

The Company also announces that the Board of Directors held a meeting on May 9, 2023 and decided to revise (increase) the year-end dividend forecast for the fiscal year ended March 31, 2023.

1. Difference between consolidated earnings forecast and actual results

(1) Difference between consolidated earnings forecast and actual results for the fiscal year ended March 31, 2023 (April 1, 2022 - March 31, 2023)

	Net sales	Operating profit	Ordinary profit	Net income attributable to owners of the parent	Net income per share
Previously announced forecast (A)	Million yen 222,000	Million yen 8,000	Million yen 8,700	Million yen 5,600	Yen 84.96
Actual (B)	225,175	9,293	9,902	7,313	111.00
Change (B-A)	3,175	1,293	1,202	1,713	
Rate of change (%)	1.4	16.2	13.8	30.6	
Reference: Results for the previous year (Fiscal year ended March 2022)	216,823	10,569	11,821	6,907	104.96

(2) Reasons for difference

Net sales exceeded the forecast primarily due to strong sales in the Industrial Machinery & Environmental Systems segment.

Operating profit and ordinary profit exceeded the forecast due to increased sales and cost reductions.

Net income attributable to shareholders of the parent exceeded the earnings forecast due to an increase in ordinary profit and a decrease in tax expenses.

2. Revision of the dividend forecast

(1) Details of the revision

	Annual dividend (per share)		
	Interim	Year-end	Full-year
Previous forecast		21.00 yen	42.00 yen
Revised forecast		24.00 yen	45.00 yen
Results for the fiscal year	21.00 yen		
Results for the previous year (Fiscal year ended March 2022)	19.00 yen	23.00 yen	42.00 yen

(2) Reason for revision

In its three-year medium-term management plan ending in FY2023, the Company set the target level of shareholder returns at a consolidated dividend payout ratio of 40-50%.

Based on this, the Company has revised its year-end dividend forecast for the fiscal year ended March 31, 2023 to 24 yen per share (previous forecast was 21 yen per share) in light of the consolidated financial results for the fiscal year ended March 31, 2023 announced today.

As a result, the annual dividend for the current fiscal year, including the interim dividend, will be 45 yen per share (consolidated dividend payout ratio: 40.5%).

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