

News Release



November 9, 2022

AIR WATER INC.

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Notice on Revision to forecast of the fiscal year ending March 31, 2023

Air Water Inc announces that, taking the Company's recent performance into account, it revises its forecast of consolidated business results for the full year ending on March 31, 2023, which was announced on May 12, 2022.

1. Revision to forecast of the fiscal year ending March 31, 2023 (April 1, 2022 – March 31, 2023)

	Revenue	Operating profit	Profit before tax	Profit attributable to owners of parent	Basic earnings per share
Original forecast (A) (Announced on May 12, 2022)	Million yen 1,000,000	Million yen 70,000	Million yen 68,000	Million yen 44,000	Yen 194.25
Revised forecast (B)	1,000,000	62,000	60,000	40,000	176.33
Amount of change (B) – (A)	0	(8,000)	(8,000)	(4,000)	
Percentage change (%)	0	(11.4)	(11.8)	(9.1)	
[Reference] Results for the fiscal year ended March 31, 2022	888,668	65,174	64,230	43,214	191.06

2. Reasons for the revision

For the current second quarter consolidated cumulative period, (From April 1, 2022 to September 30, 2022) in order to respond to soaring resource and energy prices and the rapid depreciation of the yen, the Group made efforts to reduce fixed costs in all business areas, as well as to raise prices thoroughly.

However, the woody biomass power generation business, which uses the feed-in tariff (FIT) system for renewable energy, was significantly affected by the sharp rise in prices of PKS (palm kernel shells) used as fuel for power generation and other materials, as well as marine transportation costs.

We expect this business Environment surrounding the woody biomass power generation business will continue to a certain extent from third quarter and beyond.

Based on these circumstances and the overall performance for the first half of the fiscal year ending March 31, 2023, we have revised the consolidated performance forecast for the fiscal year ending March 31, 2023, as shown in the table above. The dividend forecast has not been revised.

End