



February 12, 2021

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 Representative: Hiroshi Yamada
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 Stock exchange listing: First Section of Tokyo Stock Exchange and
 Nagoya Stock Exchange (Code number: 3447)
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Notice Regarding Revisions to Financial Results Forecasts (IFRS) and Dividend Forecasts

Shinwa Co., Ltd. (the “Company”) announced today that, in light of its recent business performance and other factors, it has revised its consolidated financial forecasts and dividend forecast that were announced on October 29, 2020 for the fiscal year ending March 31, 2021 (April 1, 2020 to March 31, 2021) as follows:

1. Revisions to financial results forecasts

Revisions to consolidated financial results forecasts for the fiscal year ending March 31, 2021 (April 1, 2020 to March 31, 2021)

	Revenue	Operating profit	Profit before tax	Profit attributable to owners of parent	Basic earnings per share
	Million yen	Million yen	Million yen	Million yen	Yen
Previous forecast (A)	13,900	1,550	1,480	1,000	70.98
Revised forecast (B)	13,900	1,741	1,670	1,150	81.62
Increase/decrease (B-A)	0	191	190	150	
% change (%)	0.0	12.3	12.8	15.0	
(Reference) Results for the previous fiscal year (Fiscal year ended March 31, 2020)	17,081	2,210	2,139	1,467	104.85

2. Reasons for the revision

For its consolidated financial results for the fiscal year ending March 31, 2021, the Company now expects to outperform its earlier forecasts announced on October 29, 2020 for operating profit, profit before tax, and profit attributable to owners of parent. This is because the demand for high-value-added products, such as safety measure devices/equipment, is growing faster than anticipated in the Scaffolding Equipment Division, and because of its all-out efforts to reduce costs and restrain expenditures by re-assessing the viability of new investment projects and other means.

3. Revision to dividend forecasts

Based on its basic policy to make returns to our shareholders in accordance with operating results while at the same time retaining internal reserves that may be necessary to achieve stable business growth and respond to changes in the business environment in the future, the Company aims for a consolidated dividend payout ratio of 40% or higher.

Given these revisions to the financial results forecasts, the Company has decided to increase its annual dividend by 4 yen per share from the previous dividend forecasts to make it 33 yen per share.

	Annual dividends (yen)		
	2nd quarter-end	Year-end	Total
Previous forecast	0.0	29.0	29.0
Revised forecast	0.0	33.0	33.0
Results for the current fiscal year	—		
Results for the previous fiscal year (Fiscal year ended March 31, 2020)	0.0	44.0	44.0

Note: The above financial results forecasts and dividends forecasts were prepared based on information available at the time of the announcement of this document. The actual results, therefore, may differ from these forecasts due to a variety of future factors.