

February 7, 2025

To Our Shareholders:

Company name: TOA CORPORATION
 Representative: Takeshi Hayakawa, President and Representative Director
 (Securities code: 1885;
 TSE Prime Market and SSE)
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Notice Concerning Revisions to Financial Results Forecast and Dividend Forecast

TOA CORPORATION (hereinafter the “Company”) hereby announces that, in light of the recent performance trends, it has revised the financial results forecast and dividend forecast announced on November 11, 2024, as follows.

1. Revisions to financial results forecast

(1) Revisions to consolidated figures of the full-year forecast for the fiscal year ending March 31, 2025 (April 1, 2024 through March 31, 2025)

| | Net sales | Operating profit | Ordinary profit | Profit attributable to owners of parent | Basic earnings per share |
|--|----------------------------|---------------------------|---------------------------|---|--------------------------|
| Previously announced forecast (A) | Millions of yen 300,000 | Millions of yen 14,600 | Millions of yen 14,400 | Millions of yen 10,700 | Yen 134.89 |
| Revised forecast (B) | 320,000 | 19,200 | 18,900 | 14,000 | 176.48 |
| Change (B – A) | 20,000 | 4,600 | 4,500 | 3,300 | |
| Change (%) | 6.7 | 31.5 | 31.3 | 30.8 | |
| (Reference) Actual results for the previous fiscal year (Fiscal year ended March 31, 2024) | 283,852 | 17,231 | 16,630 | 10,517 | 127.73 |

(Note) The Company conducted a 4-for-1 stock split of its common stock on April 1, 2024. Basic earnings per share are calculated based on the assumption that the stock split was conducted at the beginning of the previous fiscal year.

(2) Revisions to non-consolidated figures of the full-year forecast for the fiscal year ending March 31, 2025 (April 1, 2024 through March 31, 2025)

| | Net sales | Operating profit | Ordinary profit | Profit | Basic earnings per share |
|--|----------------------------|---------------------------|---------------------------|---------------------------|--------------------------|
| Previously announced forecast (A) | Millions of yen 290,000 | Millions of yen 13,400 | Millions of yen 13,200 | Millions of yen 10,000 | Yen 126.06 |
| Revised forecast (B) | 310,000 | 17,500 | 17,200 | 12,900 | 162.61 |
| Change (B – A) | 20,000 | 4,100 | 4,000 | 2,900 | |
| Change (%) | 6.9 | 30.6 | 30.3 | 29.0 | |
| (Reference) Actual results for the previous fiscal year (Fiscal year ended March 31, 2024) | 271,016 | 14,570 | 14,680 | 9,920 | 120.49 |

(Note) The Company conducted a 4-for-1 stock split of its common stock on April 1, 2024. Basic earnings per share are calculated based on the assumption that the stock split was conducted at the beginning of the previous fiscal year.

2. Reasons for revisions

(1) Non-consolidated financial results forecast

Regarding net sales, it is expected to increase by ¥20 billion from the previously announced forecast due to the steady progress of construction on hand. In terms of profits, it is expected to increase in profit in the domestic civil engineering business due to the increase in net sales. Additionally, in overseas business, it is expected to increase in profit due to improved profit margins from large-scale projects. Mainly due to these factors, operating profit is expected to increase by ¥4.1 billion, ordinary profit by ¥4 billion, profit by ¥2.9 billion from the previously announced forecast.

(2) Consolidated financial results forecast

Consolidated financial results are expected to exceed the previously announced forecast mainly due to the revision to the non-consolidated financial results forecast.

(Reference) Revisions to non-consolidated figures of orders received forecast for the fiscal year ending March 31, 2025

| | Orders received on a non-consolidated basis |
|---|---|
| | Millions of yen |
| Previously announced forecast (A) | 273,000 |
| Revised forecast (B) | 301,000 |
| Change (B – A) | 28,000 |
| Change (%) | 10.3 |
| (Reference) Actual results for the previous fiscal year (Fiscal year ended March 31, 2024) | 352,641 |

Orders received are expected to increase from the previously announced forecast due to the increase in orders received in the domestic civil engineering and building construction businesses, and the increase in orders received driven by the depreciation of the yen in the overseas business.

3. Revisions to dividend forecast

(1) Details of revisions

| | Annual dividends | |
|---|------------------|--------------|
| | Year-end | Total |
| Previously announced forecast (Announced on Nov 11, 2024) | Yen 54.00 | Yen 54.00 |
| Revised forecast | 71.00 | 71.00 |
| Actual results for the previous fiscal year (Fiscal year ended March 31, 2024) | 160.00 | 160.00 |

(Note) The Company conducted a 4-for-1 stock split of its common stock on April 1, 2024, and the actual dividend amounts for the fiscal year ended March 31, 2024 are shown before the stock split.

(2) Reasons for revisions

As announced in the “Action Plan to Improve Price-to-Book Ratio” dated May 12, 2023, the Company has set a goal to further enhance stable shareholder returns through a revised dividend payout ratio of 40% or more during FY2024 and FY2025, the period of the Medium-term Management Plan.

The Company previously announced the year-end dividend forecast for the fiscal year ending March 31, 2025 to be ¥54.00 per share. However, taking into comprehensive consideration the current financial results forecast, financial status and other factors, the Company have revised the dividend forecast to ¥71.00 per share, a ¥17.00 increase from the previous forecast, based on the above policy.

* Proper use of earnings forecasts, and other special matters:

The forecasts given above are based on information available as of the date of the announcement and certain premises regarded as reasonable. The actual business results may be materially different from forecasts due to a variety of factors.