

Notice of Revisions of Financial Forecasts

Dowa Holdings Co., Ltd. (“the Company”) has revised its full-year consolidated forecasts for fiscal 2018 (April 1, 2018 to March 31, 2019), which were announced on October 29, 2018, in light of the recent performance. Details are as follows:

1. Revisions of Consolidated Financial Forecasts

Full-year Consolidated Forecasts for Fiscal 2018 (April 1, 2018 to March 31, 2019)

(Millions of Yen)

	Net Sales	Operating Income	Ordinary Income	Profit attributable to owners of parent	Net Income per Share (Yen)
Previous Forecast (A) (Announced on October 29, 2018)	455,000	24,500	30,000	21,000	354.82
Revised Forecast (B)	450,000	20,000	25,000	16,500	278.79
Change (B-A)	(5,000)	(4,500)	(5,000)	(4,500)	
Percentage Change (%)	(1.1%)	(18.4%)	(16.7%)	(21.4%)	
(Ref.) Previous Fiscal Year Results (Year Ended March 31, 2018)	454,754	30,948	36,355	24,693	417.21

2. Reasons for the Revisions

In the third quarter, the impact of the decline in demand for the Chinese market continued in electronic components-related and new forms of energy-related products. In Nonferrous Metals segment, the electricity prices rose and the amount of metal recovered was less than expected.

As a result of taking these factors into consideration, we expect a decline in profits mainly in Nonferrous Metals and Electronics Materials segments and revise the full-year forecast.

Assumptions on the financial forecasts are as follows: (There is no change from previous assumptions)

	Previous Forecast (Announced on October 29, 2018)	1st to 3rd Quarter Average	4th Quarter Assumptions
Exchange Rates (Yen per US\$)	110.0	111.1	110.0
Copper (US\$ per ton)	6,200	6,381	6,200
Zinc (US\$ per ton)	2,600	2,759	2,600
Indium (US\$ per kg)	250	269	250

3. Consolidated Financial Forecasts by Segment

Consolidated Full-year Forecasts for Fiscal 2018 (April 1, 2018 to March 31, 2019)

(Billions of Yen)

	Previous Forecast			Revised Forecast			Changes		
	Net Sales	Operating Income	Ordinary Income	Net Sales	Operating Income	Ordinary Income	Net Sales	Operating Income	Ordinary Income
Environmental Management & Recycling	104.5	5.5	6.3	105.0	5.5	6.1	0.5	-	(0.2)
Nonferrous Metals	224.3	4.0	8.0	220.0	1.2	5.2	(4.3)	(2.8)	(2.8)
Electronics Materials	66.7	3.2	4.5	65.0	2.0	3.0	(1.7)	(1.2)	(1.5)
Metal Processing	93.5	7.2	7.4	93.0	6.7	6.9	(0.5)	(0.5)	(0.5)
Heat Treatment	29.9	3.2	3.2	30.0	3.2	3.2	0.1	-	-
Other/ Elimination	(63.9)	1.4	0.6	(63.0)	1.4	0.6	0.9	-	-
Total	455.0	24.5	30.0	450.0	20.0	25.0	(5.0)	(4.5)	(5.0)

(Notes)

The above forecasts are made based on information available at the time of the announcement and certain assumptions that the Company considers reasonable. Actual performance and other results may differ significantly from the forecasts, due to a variety of factors.