

FOR IMMEDIATE RELEASE

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 Stock Listing: Tokyo Stock Exchange, Standard Section
 Stock Code: 3010
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Revision of Consolidated Financial Forecast
for the Year Ending March 31, 2024

Polaris Holdings Co., Ltd. (hereinafter the “Polaris” or the “Company”) announced today that based on recent business performance trends and future outlooks, Polaris has decided to revise the consolidated financial forecast for the year ending March 31, 2024 (from April 1, 2023 to March 31, 2024).

1. Consolidated Financial Forecast

Consolidated Financial Forecast for the Fiscal Year Ending March 31, 2024 (from April 1, 2023 to March 31, 2024)

(JPY million)

	Net sales	Operating profit	Ordinary profit	Profit attributable to owners of parent	Basic earnings per share
Previous forecast (A)	12,000	800	100	40	JPY 0.34
Revised forecast (B)	21,000	2,726	2,134	1,780	JPY 14.56
Change (B-A)	9,000	1,926	2,034	1,740	
Change %	75.0%	240.8%	—	—	
Ref: FY2023/3	7,018	3	△215	534	JPY 4.98

2. Background

Compared to the previous forecast, the Company has a significant upward revision of its Net sales, Operating profit, Ordinary profit, and Profit attributable to owners of parent, respectively. This revision is mainly due to the consideration of the impact of the sale of two real estate properties by GK Tenjin Hotel Kanri, a subsidiary of Polaris, as described in the announcement of “Polaris to Sell Two Hotel Properties for Significant Gain; Enters into New Long Term Lease Agreements” dated August 7, 2023. In the hotel business, the Polaris group's main business, Net sales and Operating profit are expected to significantly exceed the initial forecast due to an increase in the number of hotels under management as well as positive improvements in occupancy rates and average daily rates at hotels under management. On the other hand, operating expenses are expected to

increase due to an increase in personnel and other expenses resulting from an increase in the number of hotels under management, an increase in rent payments due to new lease contracts for the subject two hotels to be divested, in addition to recording potential one-time losses resulting from the cancellation of some unprofitable land lease contracts in the overseas hotel business.

Please note that actual results may possibly differ from the revised forecasts due to various factors because the revised forecasts are estimated based on the information available at present.

NOTE: This is an English translation summary of the Company's announcement in Japanese. No assurances or warranties are given for completeness or accuracy of this English translation summary.