

October 30, 2024

Company Name: **ARE Holdings, Inc**
 Representative: Tomoya Higashiura, President & CEO
 (Code: 5857, Tokyo Stock Exchange - Prime Market)
 Contact: Jiro Saito, General Manager
 Corporate Planning & Communications Department
 (Phone: +81-3-6270-1833)

Notice Regarding the Difference between Consolidated Financial Forecasts and Actual Results for the Six Months Ended September 30, 2024 and the Revision of Consolidated Financial Forecasts for the Fiscal Year Ending March 31, 2025

ARE Holdings, Inc. (the “Company”) hereby announces that, there were differences between the consolidated financial forecast for the six months ended September 30, 2024 announced on April 25, 2024 and the actual results announced today. The Company also announces that the Board of Directors of the Company has resolved today to revise its consolidated financial forecast for the year ending March 31, 2025, which was announced on April 25, 2024. The details are described below.

1. Differences between consolidated financial forecast and actual financial results for the six months ended on September 30, 2024 (April 1, 2024 to September 30, 2024)

	Revenue	Operating profit	Profit before tax	Profit attributable to owners of parent	Basic earnings per share
	¥ million	¥ million	¥ million	¥ million	Yen Sen
Previous forecast (A) (Announced on April 25, 2024)	180,000	8,500	8,300	6,304	82.66
Actual result (B)	240,357	8,317	8,392	6,604	86.41
Change (B-A)	60,357	(182)	92	300	
Change (%)	33.5	(2.1)	1.1	4.8	
(Ref.) Results for the six months (FY ended March 31, 2024)	144,226	5,700	5,898	5,259	68.62

2. Revisions to consolidated financial forecast for the year ending March 31, 2025 (April 1, 2024 to March 31, 2025)

	Revenue	Operating profit	Profit before tax	Profit attributable to owners of parent	Basic earnings per share
	¥ million	¥ million	¥ million	¥ million	Yen Sen
Previous forecast (A) (Announced on April 25, 2024)	370,000	18,000	17,600	13,148	172.53
Revised forecast (B)	480,000	18,000	17,600	13,148	172.53
Change (B-A)	110,000	0	0	0	
Change (%)	29.7	0.0	0.0	0.0	
(Ref.) Results for the full year (FY ended March 31, 2024)	322,253	12,367	12,426	24,490	319.54

3. Reasons for revisions and differences:

In the precious metals recycling business, sales of gold grew more than expected due to the rise in gold prices, resulting in sales revenue exceeding the previously announced forecast. As for profits, although there were negative factors such as sluggish product business in the North American refining business, the results were generally in line with the previously announced forecast due to factors such as an increase in gold sales.

In addition, taking into account these actual results and current trends, we have also revised our consolidated financial results forecast for the full year ending March 2025.

The above forecast has been prepared based on the information available at the time of issuance of this announcement. Actual results may differ from the aforementioned forecast due to a variety of factors including economic conditions, financial trends, metal market trends and others.