



November 7, 2022

Company name	Dream Incubator Inc.
Representative	Representative Director and CEO Tetsuro Harada (TSE Prime: 4310)
Point of contact	Corporate Officer Toshihiro Uemura (TEL (81)-3-5532-3200)

Notice on Revision of Full-Year Consolidated Earnings Forecast of Consolidated Subsidiary

Dream Incubator Inc. (hereinafter, the “Company”) hereby announces that its consolidated subsidiary ipet Holdings, Inc. released a “Notice of Revisions to Full-Year Consolidated Earnings Forecast” on November 7, 2022.

ipet Holdings discloses its consolidated earnings forecast under non-GAAP (using the unearned premium method), and the upward revisions to its forecast affect adjusted recurring profit and adjusted net income attributable to parent company shareholders, indicators the Company deems useful in understanding the subsidiary’s profit and loss status and hence discloses for reference purposes.

Please see the attached document for details.



November 7, 2022

Company name ipet Holdings, Inc.
 Representative Representative Director and CEO
 Atsuko Yasuda
 (TSE Growth Market: 7339)
 Point of contact Director and CFO
 Yuta Kudo
 (Mail: ir@ipet-hd.com)

Notice of Revisions to Full-Year Consolidated Earnings Forecast

ipet Holdings, Inc. (hereinafter, the “Company”) has revised its full-year consolidated earnings forecast (non-GAAP, based on the unearned premium method) for the fiscal year ending March 31, 2023 released on May 13, 2022 as below in light of recent earnings performance.

1. Revisions to full-year consolidated earnings forecast for the fiscal year ending March 31, 2023 (non-GAAP, based on the unearned premium method)

(Millions of yen unless otherwise stated)

	Revenue	Recurring profit	Net income attributable to parent company shareholders	Net income per share
Previous forecast released May 13, 2022 (A)	32,900	50	30	2.81 yen
Revised forecast (B)	32,900	820	580	53.63 yen
Difference (B-A)	—	770	550	
% Difference	—	—	—	
(Ref.) Results for the fiscal year ended March 31, 2022	28,675	917	560	51.78 yen

(Reference)

Adjusted recurring profit forecast:

Previously 1,070 million yen, revised to 1,840 million yen (+770 million yen [+72.0%] versus the previous forecast)

Adjusted net income forecast:

Previously 770 million yen, revised to 1,320 million yen (+550 million yen [+71.4%] versus the previous forecast)

2. Reasons for revisions

The Company has raised its forecasts for recurring profit and net income attributable to parent company shareholders (Non-GAAP), as well as for adjusted recurring profit and adjusted net income, respectively, from the previous forecasts, mainly because the investment income of its consolidated subsidiary, ipet Insurance Co., Ltd., is expected to slightly exceed the previous forecast, and the loss ratio in the first half of the fiscal year ending March 31, 2023 was significantly lower than the previous forecast to the extent that it will affect the forecast for the full-year loss ratio. Meanwhile, the Company expects to incur large system investment expenses in the second half of the fiscal year, as previously forecast, and thus expects to post a recurring loss in the second half.

(Note) The consolidated earnings forecast above represents predictions and judgements made based on information currently available to the Company and contains uncertainties. Actual results may differ from the forecast due to various factors that may arise in the future.