

DAISHINKU CORP.

February 12, 2019

Notice Regarding Revision of Financial Results Forecast

DAISHINKU CORP. (hereinafter, the “Company”) hereby announces that a revised forecast of consolidated financial results for the fiscal year ended March 31, 2019 (April 1, 2018 to March 31, 2019) that was previously announced on May 17, 2018. The details are as follows:

1. Revision of Financial Results Forecast

(1) Revised Consolidated Forecast for the Fiscal Year Ending March 31, 2019 (April 1, 2018 to March 31, 2019)

(Units: Millions of Yen)

	Net Sales	Operating Income	Ordinary Income	Profit attributable to owners of parent	Net Income per share (Yen)
Original Forecast (A)	33,000	1,020	1,020	620	76.79
Revised Forecast (B)	28,500	10	140	(700)	(86.70)
Difference (B-A)	(4,500)	(1,010)	(880)	(1,320)	—
% Change	(13.6)	(99.0)	(86.3)	—	—
(Reference) Fiscal Year Ended March 31, 2018	30,298	300	216	(298)	(36.93)

(2) Reasons for Revision

With due consideration of the financial results for the current consolidated fiscal year and recent market trends, the Company revised the forecast of consolidated financial results for the fiscal year ending March 31, 2019 as shown above. The situation surrounding the Company was severe especially in the third quarter, as the impact of the tough US-China trade friction. Regarding Net Sales for the fiscal year, it is expected to fall below the original forecast because the price fluctuation exceeded our expectation and sales to various markets were unfavorable, such as telecommunications and consumer equipment markets. In terms of profit, in addition to impact of recording the loss on business transfer announced on February 6, 2019 and decline net sales, profit attributable to non-controlling interests is expected to increase compared to the assumed. Therefore, the Company revised the forecast of consolidated financial results for the fiscal year ending March 31, 2019 that was previously announced on May 17, 2018.

(Notes)

The forecasts are based on assumptions of the future economic environment using the data available at the time of disclosure. Actual consolidated financial results may differ from the forecasts, due to various factors.