

# DAISHINKU CORP.

November 9, 2020

## Notice Regarding Revision of Financial Results Forecast and Payment of Dividend from Retained Earnings (for the second quarter of the fiscal year ending March 31, 2021)

DAISHINKU CORP. (hereinafter, the “Company”) hereby announces that a forecast of consolidated financial results for the fiscal year ending March 31, 2021 (April 1, 2020 to March 31, 2021), which was undecided in the "Financial Results for the Year Ended March 2020" announced on May 13, 2020. In addition, the Company resolved at the Board of Directors’ meeting held on November 9, 2020 to pay dividends from retained earnings regarded September 30, 2020 as the record date. The details are as follows:

### 1. Financial Results Forecast

#### (1) Consolidated Forecast for the Fiscal Year Ending March 31, 2021 (April 1, 2020 to March 31, 2021)

(Units: Millions of Yen)

	Net Sales	Operating Income	Ordinary Income	Profit attributable to owners of parent	Net Income per share (Yen)
Original Forecast (A)	—	—	—	—	—
Revised Forecast (B)	30,000	1,000	900	300	37.17
Difference (B-A)	—	—	—	—	—
% Change	—	—	—	—	—
(Reference) Fiscal Year Ended March 31, 2020	29,881	277	344	276	34.23

#### (2) Reasons for Forecast

The consolidated forecast for the fiscal year ending March 2021 had not been decided because it was difficult to reasonably calculate the impact of the new coronavirus infection, the Company now announce the full-year consolidated forecast based on the information available at this time.

In the current consolidated fiscal year, the unpredictable situation continues due to the effects of the new coronavirus infection and the continued US-China trade conflict, impacting to the telecommunications market, however the global economy is on a gradual recovery trend due to the resumption of fiscal policy and economic activities in each country. Also, the recovery of the car electronics market and the launch of the new communication standard "5G" are expected to recover in the electronics market to which the Company is related.

In this business environment, based on the 10-year long-term management plan formulated last year, the Company will steadily implement our management strategies, including product development centered on Arkh series and

strengthening our materials business, as well as efforts to curb various costs, and will go forward from recovery to growth.

The exchange rate, which is the premise of the earnings forecast, is assumed to be 1 US dollar = 105 yen.

In the future, there is a risk that the new coronavirus infection will re-expand and that parts will be difficult to obtain due to supply chain disruption, which may affect our business performance. However, the impact is not included in the above results. If it becomes necessary to revise the earnings forecast, the Company will promptly disclose it.

## 2. Details of Dividends

	Dividend Decided	Original Forecast (Announced on May 13, 2020)	Result of the Second Quarter of the Fiscal Year Ended March 2020
Record Date	September 30, 2020	Same as left	September 30, 2019
Dividend per Share	JPY 10	—	JPY 5
Total Dividends Paid	JPY 80 million	—	JPY 40 million
Effective Date	December 14, 2020	—	December 16, 2019
Dividend Resource	Retained Earnings	—	Retained Earnings

### Reason

The Company strives to maximize corporate competitiveness and take into consideration the reinforcement of business structure and so forth. The Company recognizes that it is important basic policy in paying stable dividends to shareholders.

Taking its financial results and business environments into account, the Company decided to pay 10 yen per share for the second quarter of the fiscal year ending March 2021 that had been undecided when it had announced the forecast on May 13, 2020. Although the Company continuously refrains from providing its dividend forecast for the fiscal year ending March 2021, the Company will disclose its forecast as soon as the prospect can be seen.

### (Reference) Breakdown of Annual Dividends

Record Date	Dividend per Share		
	End of Second Quarter	Year-End	Annual
Previous Forecast (Announced May 13, 2020)	—	—	—
Fiscal Year Ending March 31, 2021	JPY 10	—	—
Fiscal Year Ended March 31, 2020	JPY 5	JPY 15	JPY 20

\*Breakdown of year-end dividends for the fiscal year ended March 2020

Ordinary dividend: 5 yen Commemorative dividend: 10 yen