

[Provisional Translation Only]

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FY21/2 Full-Year Earnings Forecast Revision

Ichigo is revising its FY21/2 consolidated full-year earnings forecast announced on April 16, 2020.

1. Revised FY21/2 Full-Year Earnings Forecast (March 1, 2020 – February 28, 2021)

(JPY million)

	Operating Profit	Recurring Profit	Net Income	EPS (JPY)
Initial Forecast (A)	<u>6,200</u> ~12,900	<u>3,400</u> ~10,400	<u>2,000</u> ~8,000	<u>4.15</u> ~16.60
Revised Forecast (B)	<u>7,400</u> ~12,900	<u>5,000</u> ~10,400	<u>3,500</u> ~8,000	<u>7.26</u> ~16.60
Change (B) – (A)	+1,200	+1,600	+1,500	+3.11
% Change	+19.4%	+47.1%	+75.0%	+74.9%
Reference: FY20/2 Actual	27,721	24,395	8,201	16.89

Note: The revised EPS forecast is based on 481,882,000 shares outstanding and reflects the expected exercise of employee stock options during the current FY21/2 fiscal year.

2. FY21/2 Dividend Forecast

Initial Forecast	TBD
Revised Forecast	JPY 7 (at period-end)
FY20/2 Actual	JPY 7 (at period-end)

3. Revised FY21/2 Full-Year Earnings Forecast Overview

The Covid-19 global pandemic is dramatically lowering hotel demand and putting pressure on real estate tenants across-the-board. Reflecting Covid-19 uncertainties, Ichigo forecasted its FY21/2 earnings as a range, leaving the FY21/2 dividend undetermined. With Covid-19's impact having become clearer, Ichigo is now revising up the bottom-end of its earnings forecast and forecasting its FY21/2 dividend.

To respond to the volatile operating environment, Ichigo will maintain its strong financial position and robust cash flow generation, while continuing to evolve its business model to drive long-term shareholder value.