

August 6, 2020

Notice Regarding the Differences between Financial Forecasts and Actual Results for the Six Months Ended June 30, 2020

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THK CO., LTD. hereby announces that there are differences between the financial forecasts for the six months ended June 30, 2020 (January 1, 2020 to June 30, 2020), which were reported on February 13, 2020, and the actual results for the six months period as in the tables below:

(Consolidated)

	Revenue (Millions of Yen)	Operating Income (Loss) (Millions of Yen)	Profit (Loss) Before Tax (Millions of Yen)	Profit (Loss) Attributable to Owners of the Parent (Millions of Yen)	Basic Earnings (Loss) per Share (Yen)
Six months ended June 30, 2020					
Forecasts (A)	¥124,000	¥1,700	¥1,900	¥200	¥1.58
Actual results (B)	103,051	(1,404)	(2,982)	(3,358)	(26.53)
Difference (B-A)	(20,948)	(3,104)	(4,882)	(3,558)	
(Percentage)	(16.9)%	—%	—%	—%	
(For reference)					
Actual results for the six months ended June 30, 2019	147,573	14,680	14,112	9,521	75.23

(Non-consolidated)

	Revenue (Millions of Yen)	Operating Income (Loss) (Millions of Yen)	Profit (Loss) Before Tax (Millions of Yen)	Profit (Loss) Attributable to Owners of the Parent (Millions of Yen)	Basic Earnings (Loss) per Share (Yen)
Six months ended June 30, 2020					
Forecasts (A)	¥56,000	¥1,300	¥2,200	¥1,800	¥14.22
Actual results (B)	51,814	302	1,162	704	5.56
Difference (B-A)	(4,185)	(997)	(1,037)	(1,095)	
(Percentage)	(7.5)%	(76.8)%	(47.2)%	(60.9)%	
(For reference)					
Actual results for the six months ended June 30, 2019	75,239	8,385	10,893	8,455	66.81

Reasons of the differences

The worldwide COVID-19 epidemic caused shutdowns in automotive manufacturing facilities, which had a significant adverse impact on the transportation equipment business of the THK Group. In the industrial machinery business, recent orders in Japan and various regions of the world have been weaker than the original forecasts made at the beginning of the year. As a result, revenue for the period was below the original forecasts; accordingly, the profit/loss line items were also below the forecasts.