



August 11, 2020

Company name: DIGITAL HEARTS HOLDINGS Co., Ltd.  
 Name of representative: President and CEO Genichi Tamatsuka  
 (Code number: 3676, First Section of the Tokyo Stock Exchange)  
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## Notice of Financial Forecast for the Fiscal Year Ending March 31, 2021

DIGITAL HEARTS HOLDINGS Co., Ltd. (hereinafter referred to as the "Company") announces the financial forecast for the fiscal year ending March 31, 2021 which was not disclosed in the "Summary of Business Results for the Fiscal Year Ended March 31, 2020 [Japan GAAP] (Consolidated)" announced on May 19, 2020.

The details are as follows:

### 1. Consolidated financial forecast for the fiscal year ending March 31, 2021 (from April 1, 2020 to March 31, 2021)

	Net sales	Operating income	Ordinary income	Profit attributable to owners of parent	Net income per share
	Million yen	Million yen	Million yen	Million yen	yen
Previous forecast (A)	—	—	—	—	—
Revised forecast (B)	23,080	1,600	1,600	1,100	51.09
Change (B – A)	—	—	—	—	
% Change	—	—	—	—	
Actual amount for the previous fiscal year (fiscal year ended March 31, 2020)	21,138	1,394	1,372	792	36.31

With the spread of the COVID-19 infections, we have seen some delays and postpones in certain projects of software development of our client companies, and it has made a temporary decline in orders from our clients mainly for our debugging service in the Entertainment Business. However, nowadays, there has been some signs of a gradual recovery in the market demand. From now on, we will have the peak time of the debugging service ahead of the year-end sales season and the Enterprise Business is expected to continue to grow upward against the backdrop of increasing corporate IT investment and rising demand for security. So, the full-year sales of the Company are expected to become larger than the previous year. And the Enterprise Business, which focused on investing with loss in the previous year, is expected to become profitable as the full-year base with the sales growth, and it is expected to see the growth of consolidated profits, from operating income to net income, compared to the previous year.

### 2. Reason for the forecast

Regarding financial forecast for the fiscal year ending March 31, 2021, the Company did not announce it because it was difficult to reasonably estimate the impact of the spread of the new coronaviral infections. The State of Emergency has been officially lifted and there have been some signs of a resumption of economic activities in Japan and overseas, then the Company announces the financial forecast based on the actual results for the first quarter of the fiscal year, the current market environment, and the other currently available information and forecasts. As these forecasts are based on information available at the time of announcement and it is difficult to expect the early termination of the COVID-19, actual results may differ from these forecasts.