

March 29, 2018

To all persons concerned:

NPC Incorporated
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Announcement on Revision of Business Forecasts

As a result of the close examination of current business situation, NPC Incorporated (“the Company”) hereby notifies the revision of the consolidated business forecasts for the first half and the fiscal year 2018, announced on October 12, 2017.

1. Revision of consolidated business forecasts

First half (September 1, 2017 through February 28, 2018)

	Sales	Operating Income	Ordinary Income	Net Income attributable to owners of parent	Net income per share (yen)
Previous forecasts (A)	3,519	319	271	231	10.49
Revised forecasts (B)	3,409	411	380	346	15.72
Amount of increase/decrease (B-A)	(110)	92	109	115	
Change (%)	(3.1)	28.8	40.2	49.8	
[Reference] 1 st half of FY2017	2,277	419	356	151	6.88

Fiscal year (September 1, 2017 through August 31, 2018)

	Sales	Operating Income	Ordinary Income	Net Income attributable to owners of parent	Net income per share (yen)
Previous forecasts (A)	5,978	239	177	150	6.83
Revised forecasts (B)	5,961	344	291	272	12.36
Amount of increase/decrease (B-A)	(17)	105	114	122	
Change (%)	(0.3)	43.9	64.4	81.3	
[Reference] Full year of FY2017	4,765	590	498	282	12.83

2. Reasons for the revision

The consolidated sales of the first half are expected to be 3,409 million yen, and those of the fiscal year 2018 are 5,961 million yen, both almost in line with the forecasts. Profits will be higher than the initial forecasts mainly due to improvement in operation efficiency and operating rate, and sales efforts in 2 large-scale business deals of the machinery business. As a result, operating income is expected to be 411 million yen and ordinary income is expected to be 380 million yen for the first half. Net income attributable to the owners of the parent is expected to be 346 million yen, due to 28 million yen of compensation income in the module assembly service contract booked as an extraordinary income in the

first quarter.

As for the fiscal year profits, operating income is expected to be 344 million yen, ordinary income is expected to be 291 million yen, and net income attributable to the owners of the parent is expected to be 272 million yen, due to the profits increase expected in the second half.

[Note] The above forecasts are based on the information available as of the release date of this announcement, and are subject to change as a result of various factors that might arise in the future.

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