

August 7, 2018

Notice on Revision of Earnings Forecast

Tokai Carbon has revised its consolidated earnings forecast for fiscal year ending December 31, 2018 (from January 1, 2018 to December 31, 2018) that was announced on May 28, 2018, based on earnings trends to date.

1. Revision of the Earnings Forecast

Revision of the earnings forecast for the full-year ending December 31, 2018

	Net sales	Operating income	Ordinary income	Net income attributable to owners of the parent company	Net income per share
	Millions of yen	Millions of yen	Millions of yen	Millions of yen	Yen
Previous forecast (A)	204,000	65,700	66,000	68,600	321.83
Revised forecast (B)	214,000	74,000	74,500	74,000	347.17
Difference (B-A)	10,000	8,300	8,500	5,400	—
Difference rate (%)	4.9	12.6	12.9	7.9	—
(Reference) Results from previous fiscal year, ended December 31, 2017	106,252	11,486	13,249	11,816	55.43

2. Reasons for the Revision

Tokai Carbon expects net sales to exceed the previous forecast due to the upward revision of graphite electrode and carbon black prices, and other factors. Operating income is also expected to exceed the previous forecast due to the improvement of profitability of graphite electrode, and other factors. Furthermore, ordinary income and net income attributable to owners of the parent company are expected to exceed the previous forecast for the same reason. Considering these factors, the Company has revised the previous forecast.

- * The above-mentioned forecasts are based on the information currently available to the Company and certain assumptions judged to be reasonable. Note that actual performance may differ significantly due to a variety of factors.

End of notice

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