Notice of Revision to the Business Results Forecasts

In light of recent trends in its business performance, Nippon Kayaku Co., Ltd. revised the full-year consolidated business results forecasts which were announced on November 7, 2019.

Revision to the Business Results Forecasts
1. Revision to the full-year consolidated business results forecasts for the fiscal year ending March 31, 2020 (April 1, 2019–March 31, 2020)

	Net sales	Operating income	Ordinary income	Profit attributable to owners of parent	Profit attributable to owners of parent per share
	Million yen	Million yen	Million yen	Million yen	Yen
Previous forecast (A)	179,000	17,000	17,500	12,800	73.93
Current revision forecast (B)	176,000	16,500	17,000	12,800	73.93
Change (B-A)	(3,000)	(500)	(500)	–	
Percentage change	(1.7)	(2.9)	(2.9)	–	
(Reference) Previous period results (Year ended March 2019)	172,639	19,939	21,608	14,851	85.77

Reason for the Revision
We expect full-year net sales to be lower than the forecast we previously announced. This is due to the slump in the business environment we are facing for information-related components and automotive safety components overseas. We have strived to reduce manufacturing costs and curtail SG&A expenses. Nevertheless, due to an expected decrease in net sales, we expect operating income and ordinary income to be lower than the forecast we previously announced. There is no change to the profit attributable to owners of parent from the forecast we previously announced.

*We have prepared the content of the above forecasts based on the information available as of the date on which we have published this document. Various uncertainties are inherent in making forecasts, so there may be fluctuations depending on market conditions in the future.