

April 13 2020

To all persons concerned:

NPC Incorporated
1-7-15 Higashi-ueno, Taito-ku
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Announcement on the Differences between Business Forecasts and Results for the First Half of FY2020

NPC Incorporated (“the Company”) hereby notifies the differences between the consolidated and non-consolidated business forecasts announced on October 9, 2019 and the results for the first half of the fiscal year 2020. Details are as follows.

Description

1. Differences between business forecasts and results for the first half ended February 29, 2020

Differences between consolidated business forecasts and results for the first half ended February 29, 2020
(September 1, 2019 through February 29, 2020)

(Million yen)

	Sales	Operating income	Ordinary income	Net income attributable to the parent	Net income per share (yen)
Previous forecasts (A)	2,147	70	59	50	2.31
Results (B)	2,194	164	156	140	6.38
Amount of increase/decrease (B-A)	47	94	97	90	—
Change (%)	2.2	134.3	164.4	180.0	—
[Reference] First half of FY2019	2,039	240	240	228	10.37

Differences between non-consolidated business forecasts and results for the first half ended February 29, 2020
(September 1, 2019 through February 29, 2020)

(Million yen)

	Sales	Operating income	Ordinary income	Net income	Net income per share (yen)
Previous forecasts (A)	2,110	53	42	39	1.81
Results (B)	2,157	140	135	132	6.03
Amount of increase/decrease (B-A)	47	87	93	93	—
Change (%)	2.2	164.2	221.4	238.5	—
[Reference] First half of FY2019	2,008	230	228	217	9.85

[Reasons for the differences]

The sales of the Company were largely in line with the previously announced forecast. As for profits, gross profit was almost as planned, however, profits after operating income exceeded the previous forecast mainly due to lower SG&A expenses such as R&D expenses, personnel expenses, and allowance for doubtful accounts.

The reasons for the revision of non-consolidated business forecasts are the same as those for the consolidated business forecasts.

[Note] The numerical values described in this notification were based on the information available as of today, and is subject to change as a result of various factors that might arise in the future.

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