



February 12, 2020

To whom it may concern

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## Notice of Revisions in Financial Forecasts

CKD Corporation has revised the financial forecasts announced on November 12, 2019 based on recent trends in performance as follows.:

### ● Revisions in Financial Forecasts

Revisions in consolidated financial forecasts for the full fiscal year (April 1, 2019 to March 31, 2020)

	Net sales	Operating income	Ordinary income	Net income attributable to owners of parent	Net income per share
Previous forecast (A) (Announced Nov 12, 2019)	Million yen 99,500	Million yen 2,500	Million yen 2,460	Million yen 1,720	Yen 27.77
Revised forecast (B)	99,000	4,700	4,680	3,010	48.60
Difference (B –A)	(500)	2,200	2,220	1,290	—
Percentage change	(0.5)	88.0	90.2	75.0	—
For reference: Previous performance (Through the full fiscal year ended March 31, 2019)	115,665	5,429	5,425	4,793	77.42

#### Reasons for the Revisions

During the full fiscal year, in the components segment we expect both sales and profit to grow mainly because postponed semiconductor equipment investment partially resumed, capital investment in next-generation communication systems is expected. In the automatic machinery segment, we expect sales to be lower due to delay in a part of acceptance inspections of automatic packaging systems on the side of customers. Nevertheless, we expect profit to go up as a result of our efforts to improve profitability. However, we are considering the temporary economic stagnation affected by the spread of the newly emerged coronavirus.

Given the above forecasts, the CKD Group's sales are expected to be lower than previously forecast. Nevertheless, operating income, ordinary income, and net income attributable to owners of parent are all expected to be higher than previously forecast. We have, therefore, revised our consolidated financial forecasts for the full fiscal year from the forecasts announced on November 12, 2019 as above.

Please note that the assumption for an exchange rate of ¥105 to one U.S. dollar has been used for the period from January 1, 2020, to March 31, 2020.

Note: The above data were prepared based on information available as of the date of this notice. Actual performance going forward may differ from these forecasts due to a range of factors.