



February 14, 2019

To whom it may concern

Company: CKD Corporation  
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## Notice of Revisions in the Forecasts for Consolidated Performance and Dividend

In the board of directors on February 14, 2019, CKD Corporation decided the revisions in the forecasts for consolidated performance through the full fiscal year ending March 31, 2019, which was announced on November 14, 2018. Also, the Company decided those in the dividend through the full fiscal year ending March 31, 2019. Therefore, the Company announces as follows:

### 1. Revisions in the Forecast of Performance

(1) Revisions in the forecast of consolidated performance through the full fiscal year ending March 31, 2019  
(April 1, 2018 to March 31, 2019)

	Net sales	Operating income	Ordinary income	Net income attributable to owners of parent	Net income per share
Previous forecast (A) (Announced November 14, 2018)	Million yen 116,000	Million yen 6,700	Million yen 6,700	Million yen 4,800	Yen 77.52
Revised forecast (B)	115,000	4,300	4,300	2,900	46.84
Change (B –A)	-1,000	-2,400	-2,400	-1,900	—
Percentage change	-0.9	-35.8	-35.8	-39.6	—
For reference: Previous performance (Through the full fiscal year ending March 31, 2018)	115,700	12,472	12,469	9,142	147.65

### (2) Reasons for the Revisions

Regarding the performance of the CKD Group, sales in component products are tending downward due to impacts of declining capital investments in semiconductor and those in automation in China. Meanwhile, although the company has tried to cut the costs increased by capital investments and expansion in personnel to respond to the rise in orders that began in the previous fiscal year, the measures couldn't keep up with declining sales, resulting in the declined income.

For these reasons, in view of performance of the CKD Group through the third quarter of the fiscal year under review and trends of orders, sales, operating income, ordinary income, and net income attributable to owners of the parent company are expected to be below the previously announced forecasts. The Company will revise the forecasts for the full fiscal year accordingly.

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.

2. Revisions in the Forecast of Dividend for ending March 31, 2019

(1) Revisions in the Forecast of Dividend

Base date	Dividend per share (¥)		
	End of 2Q	Year-end	Annual
Previous forecast	—	¥20.00	¥40.00
Revised forecast	—	¥8.00	¥28.00
Actual for the period	¥20.00	—	—
Actual for the previous period (Fiscal year ended March 2018)	¥17.00	¥20.00	¥37.00

(2) Reasons for the Revisions

The Company maintains its basic long-term policy on profit appropriation and provides dividend to shareholders continuously.

Regarding the forecast of consolidated performance through the full fiscal year ending March 31, 2019, however, the Company expected to be far below the previously announced forecasts. As a result of comprehensive consideration of the corporate financial statement, the Company will revise the forecast of dividend for the full fiscal year to ¥8.00 per share.