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Junya Suzuki

Chairman of the Board, President and CEO

Nissha Co., Ltd.

Exchanges Listed: Tokyo Stock Exchanges, First Section 7915

Contact: Hayato Nishihara

Senior Executive Vice President, CFO, Director of the Board

T +81 75 811 8111

**Notice of Revision to the First Half of FY2018 (January 1, 2018 to June 30, 2018)
and FY2018 (January 1, 2018 to December 31, 2018) Business Forecast**

We hereby announce that we have revised business forecast for the first half of FY2018 (January 1, 2018 to June 30, 2018) and FY2018 (January 1, 2018 to December 31, 2018) as follows.

Revision to consolidated business forecast for the first half of FY2018 (January 1, 2018 to June 30, 2018)

(Millions of yen, except basic earnings per share)

	Net sales	EBITDA	Operating profit	Ordinary profit	Profit attributable to owners of parent	Basic earnings per share (Yen)
(A) Previous forecast	81,000	3,500	(1,300)	(1,500)	(2,400)	(47.40)
(B) Revised forecast	71,000	(1,300)	(6,100)	(7,000)	(7,400)	(146.86)
Changes in amount (B) - (A)	(10,000)	(4,800)	(4,800)	(5,500)	(5,000)	
Percentage of change (%)	(12.3)	—	—	—	—	
Reference: Results for the period of January 1, 2017 to June 30, 2017	71,084	2,986	(2,480)	(2,843)	(4,607)	(100.38)

(Note) The reference on the above table describes the results for the same period of the previous year (January 1, 2017 to June 30, 2017), since the previous fiscal year was an irregular accounting period of nine months (April 1, 2017 to December 31, 2017) due to the change in the fiscal year end date.

Revision to consolidated business forecast for FY2018 (January 1, 2018 to December 31, 2018)

(Millions of yen, except basic earnings per share)

	Net sales	EBITDA	Operating profit	Ordinary profit	Profit attributable to owners of parent	Basic earnings per share (Yen)
(A) Previous forecast	227,000	24,800	15,000	14,500	11,000	217.23
(B) Revised forecast	217,000	20,000	10,200	9,000	7,000	138.92
Changes in amount (B) - (A)	(10,000)	(4,800)	(4,800)	(5,500)	(4,000)	
Percentage of change (%)	(4.4)	(19.4)	(32.0)	(37.9)	(36.4)	
Reference: Results for the period of January 1, 2017 to December 31, 2017	193,481	15,100	4,004	4,936	2,681	56.51

(Note) The reference on the above table describes the results for the same period of the previous year (January 1, 2017 to December 31, 2017), since the previous fiscal year was an irregular accounting period of nine months (April 1, 2017 to December 31, 2017) due to the change in the fiscal year end date.

Reasons for the Revision

Regarding the business forecast for the first half and the full year of FY2018, we have reviewed the latest trend of product demand based on the currency movement and the actual results for the three months ended March 31, 2018. Net sales is expected to decrease compared to the previous forecast primarily because product demand for smartphone of our mainstay Devices segment in the second quarter are expected to fall below the original forecast.

Therefore, EBITDA and operating profit are expected to decrease compared with the previous forecast and in addition to the downward revision of operating profit, ordinary profit and profit attributable to owners of parent are expected to decline below the previous forecast mainly due to impact of foreign exchange losses in the first quarter.

EBITDA is the total of operating profit, depreciation and amortization of goodwill.

END