

August 5th, 2021

Junya Suzuki

Chairman of the Board, President and CEO

Nissha Co., Ltd.

Exchanges Listed: Tokyo Stock Exchanges, First Section 7915

Contact: Hitoshi Koya

Senior Vice President, CFO, Corporate Officer

T +81 75 811 8111

Notice of Difference between Business Forecast and Actual Results for the First Half of FY2021, Revision to the Business Forecast for FY2021

Nissha Co., Ltd. (“the Company”) hereby announces the difference between the business forecast announced on May 12, 2021 and actual results for the first half of FY2021 (January 1, 2021 to June 30, 2021) and the revision to the business forecast for FY2021 (January 1, 2021 to December 31, 2021), as follows.

1. Difference between consolidated business forecast and actual results in the first half of FY2021 (January 1, 2021 to June 30, 2021)

(Millions of yen, except basic earnings per share)

	Net Sales	Operating profit	Profit before tax	Profit attributable to owners of parent	Basic earnings per share (Yen)
(A) Previous Forecast	92,000	7,500	8,200	7,000	140.64
(B) Actual results	97,584	10,830	12,211	10,587	212.46
Changes in Amount (B) - (A)	5,584	3,330	4,011	3,587	
Percentage of Change (%)	6.1	44.4	48.9	51.3	
Reference: Results for the six months ended June 30, 2020	77,164	(550)	(459)	481	9.65

(Note) In the fiscal year ended December 31, 2020, the Company finalized provisional accounting treatments for business combinations, which is reflected in the relevant figures of the results for the six months ended June 30, 2020.

Reasons for the Difference

Net sales exceeded the forecast because the demand had been strong for mobility components and metallized paper in the Industrial Materials segment, IT devices in the Devices segment.

In addition to the increase of demand, operating profit, profit before income taxes and profit attributable to owners of parent exceeded the forecast owing to the improvements in profit structure that the Company had worked on.

2. Revision to consolidated business forecast for FY2021 (January 1, 2021 to December 31, 2021)

(Millions of yen, except basic earnings per share)

	Net Sales	Operating profit	Profit before tax	Profit attributable to owners of parent	Basic earnings per share (Yen)
(A) Previous Forecast	172,500	10,500	10,900	8,700	174.80
(B) Revised Forecast	186,500	17,000	18,000	15,200	305.30
Changes in Amount (B) - (A)	14,000	6,500	7,100	6,500	
Percentage of Change (%)	8.1	61.9	65.1	74.7	
Reference: Results for the fiscal year ended December 31, 2020	180,006	7,290	7,051	7,069	141.50

Reasons for the Revision

For the consolidated business forecast for FY2021, the Company has reviewed the latest demand trends, considering the results for the six months ended June 30, 2021. Net sales are expected to increase compared to the previous forecast because demand for mobility components and metallized paper in the Industrial Materials segment and IT devices in the Devices segment are expected to progress more than initially forecasted.

In addition to the impact of the increase in net sales, operating profit, profit before tax and profit attributable to owners of parent are expected to exceed the previous forecast as a result of reviewing profitability based on the results in the six months ended June 30, 2021.

END