(This notice has been translated from the original notice in Japanese. In the event of any discrepancy, the original in Japanese shall prevail.)

November 6, 2017

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(Code No. 8150 Listed in the First Section of the Tokyo Stock Exchange)
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For Immediate Release:

Notice Regarding Revision of Business Forecast

In view of recent trends, the forecast of business results for the full fiscal year has been revised as follows.

Details

Revision of the values in the consolidated business forecast for the fiscal year ending March 31, 2018 (April 1, 2017 to March 31, 2018)

(Million yen)

	Net sales	Operating profit	Ordinary profit	Net profit attributable to shareholders of parent company	Net profit per share (yen)
Previous Forecast (A)	185,000	1,550	1,380	700	24.84
Current Forecast (B)	153,000	1,600	1,500	800	28.39
Increase/Decrease (B-A)	(32,000)	50	120	100	
Rate of Increase/Decrease (%)	(17.3)	3.2	8.7	14.3	
(Reference) Results for the Previous Term (Ended March 31, 2017)	167,654	804	(952)	(1,575)	(55.90)

Reason for Revision:

The Company has revised downward its forecast of net sales due to a decrease in the forecast for net sales in the device segment. One reason for this downward revision is pressure on shortages in supply of semiconductors and electronic components. Another is the terms of a contract for a large-scale new business, in which only the revenue generated by fees for delivery agency services can be appropriated in net sales.

In terms of profit, however, the Company has revised its forecasts for both operating profit and ordinary profit upward from the previous forecasts. The reasons for this improved outlook are threefold. First, while the number of applicants for voluntary early retirement in the device segment was lower than initially forecast, reductions in costs, particularly variable costs, will enable the Company to restrain the growth of selling, general and administrative expenses. Second, gross profit margin is expected to exceed initial forecast. Third, non-operating profit is forecasted to improve due to a decrease in interest expenses.

Net profit attributable to shareholders of parent company is now expected to be only slightly higher than the previous forecast. On the positive side, the forecast for ordinary profit has been revised upward. Also, because the number of applicants for voluntary early retirement was lower than initially forecast, extraordinary losses are expected to come in at a lower level than initially forecast. However, because the proportion of the Company's net profit before tax and other adjustments is expected to rise in comparison with that of its overseas subsidiaries, corporate and other taxes are expected to rise.

Note: The projected results and forward-looking statements included in this document reflect the Company's expectations based on information available at the time of release, and are not intended as a guarantee that the Company will achieve these targets. The actual performance may considerably differ from the forecast due to various factors.