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

October 16, 2019

Name of Company: Sanshin Electronics Co., Ltd.

Representative: Toshiro Suzuki (Representative Director, COO)

(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 business trends, the consolidated business results forecast for the first half of the fiscal year ending March 31, 2020 (April 1, 2019 to September 30, 2019) published on May 13, 2019 has been revised as follows.

Details

Revision of the consolidated business results forecast for the first half of the fiscal year ending March 31, 2020 (April 1, 2019 to September 30, 2019)

	Net sales	Operating profit	Ordinary profit	Net profit attributable to shareholders of parent company	Net profit per share
Previous Forecast (A)	Million yen	Million yen	Million yen	Million yen	Yen
	58,000	700	550	430	22.42
Current Forecast (B)	66,000	1,100	1,050	800	41.71
Increase/Decrease (B-A)	8,000	400	500	370	
Rate of Increase/Decrease (%)	13.8	57.1	90.9	86.0	
(Reference) Results for First Half of Previous Term (Ended September 30, 2018)	72,419	705	550	433	18.24

2. Reason for discrepancies

Within the corporate group, there are two businesses: the device business which is mainly involved with sales of semiconductors and electronic components along with technical support and the solution business which is mainly involved with ICT solutions.

Net sales for the first half of the fiscal year ending March 31, 2020 are expected to exceed the original forecast. Key factors include a favorable trend in the solution business and moves by certain customers in the device

business to bring forward plans for the third quarter and later. Given this increase in revenue, gross profit margin in both of these businesses improved as well, and earnings are expected to exceed the original forecast. As a result, the forecast of consolidated business results for the first half of the fiscal year ending March 31, 2020 are revised as described above.

In addition, regarding the consolidated business results forecast for the fiscal year as a whole, the Company will carefully consider factors such as market and client trends, and will promptly publish an announcement if revisions are determined necessary. Currently, the forecast figures published on May 13, 2019 are remaining unchanged. Regarding dividends as well, no revisions have been made to the previously forecast dividend rates of 70 yen per share per year (mid-term: 15 yen, year-end: 55 yen) published May 13, 2019.

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. Actual performance may differ considerably from the forecast due to various factors.