

Revision of the Earnings and Dividend Forecasts
for the Fiscal Year Ending March 31, 2021

announced on August 6, 2020 as follows.

1. Revised earnings forecast

(1) Revised consolidated earnings forecast for FY 2020 (from April 1, 2020 to March 31, 2021)

	Net sales (Mil. yen)	Operating income (Mil. yen)	Recurring profit (Mil. yen)	Net income attributable to owners of parent (Mil. yen)	Earnings per share (Mil. yen)
Previous forecast Announced on August 6, 2020(A)	1,460,000	-30,000	-	-	-
Revised forecast (B)	1,500,000	-20,000	Change (%) -20	2.7	

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Results for FY 2019 (for reference only)	1,641,335	62,063	40,429	18,662	111.72
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(2) Reason for the revision

Net sales and operating income are both expected to improve over last time due to recent sales in the Motorcycle & Engine segment trending above plans in North America and some parts of Europe, and sales of hydraulic equipment to the Chinese construction machinery market being strong in the Precision Machinery & Robot segment.

The Company has decided to calculate and announce recurring profit, net income attributable to owners of parent, and earnings per share, which were undetermined at the time of their previous announcement, and the Company has calculated the forecasts based on the following assumptions in each segment.

It will take quite some time for the Aerospace Systems segment to recover fully due to declining passenger demand worldwide.

In other business segments, while demand for some products such as hydraulic equipment sold in the Chinese construction machinery market and robots used in semiconductor manufacturing is already on an upward trajectory, it will be a while before demand for other products bounces back.

These forecasts are based on exchange rate assumptions of ¥106/USD and ¥123/euro.

2. Revised dividend forecast

(1) Revision