

April 22, 2020

Notice of Revisions to Full-year Business Forecasts and Dividend Forecasts (Dividend Increase)

In view of recent trends in operating results, Ad-sol Nissin Corporation has revised its full-year business forecasts and dividend forecast for the fiscal year ended March 2020 that were announced on March 18, 2020. Details are as follows.

●Revisions to business forecasts

Revisions to non-consolidated full-year business forecasts for the fiscal year ended March 2020 (April 1, 2019 to March 31, 2020)

(Million yen)

	Net sales	Operating income	Ordinary income	Net income	Net income per share (yen)
Previous forecasts (A)	13,250	1,200	1,223	785	85.78
Revised forecasts (B)	13,315	1,213	1,236	824	89.98
Increase/decrease (B-A)	65	13	13	39	
Percentage change (%)	0.5	1.1	1.1	5.0	
(Ref.) Previous results (FY3/19)	12,194	1,012	1,012	687	75.90

Reasons for revisions

Sales are expected to exceed the previous forecast, reaching the **record high** thanks to the favorable performances of the **energy sector (electricity-related and gas-related business)** in the Social Infrastructure business, **medical sector** and **digital/data service sector** in the Advanced Industry business.

Profits are also expected to exceed the previous forecasts, reaching the **record high** and **10 consecutive years of growth**, due to the effect of increased sales, the reduction of unprofitable projects by thorough project management, and ongoing initiatives to improve productivity, although we have made investments that will lead to future business expansion, such as the development of R&D and development bases.

Net income is expected to exceed the previous forecast thanks to the reduction of income taxes.

●Revisions to dividend forecasts

(Yen)

	Dividend		
	End of Q2	Year-end	Total
Previous forecast (Announced on March 18, 2020)	Yen 14.00	Yen 17.00	Yen 31.00
Revised forecast	-	18.00	32.00
Current results	14.00	-	-
Previous results (FY3/19)	11.00	16.00	27.00

Reason for revisions

The Company's profit return policy is to make proactive strategic investments to achieve sustainable growth and increase corporate value, and to distribute profits based on business results, with a **payout ratio of at least 35%**.

Net income for the current fiscal year is expected to **reach the record high**, as noted in the revised forecast.

In order to respond to the support of our shareholders, as well as reflecting the expected amount of net income and dividend payout ratio, we have increased the **year-end dividend** by **1 yen to 18 yen** from the previously revised forecast of 17 yen (3 yen increase) announced on March 18.

As a result, we expect to pay an annual dividend of **32 yen** for the fiscal year ended March 2020 (**up by 5 yen YoY**).

We plan to submit this matter to the Annual General Meeting of Shareholders scheduled in June 2020.

* The above forecasts are based on information available at the time of the release of this report. Actual results may differ from these forecasts due to various factors.

○ Social Infrastructure business

We are working to create new services in areas such as space, disaster prevention, and next-generation communications (5G), while building a stable business foundation in response to the liberalization of power and gas companies and the spinning off of companies.

○ Advanced Industry business

We are promoting initiatives for automated driving, next-generation EVs, medical and nursing care, and cashless payment, as well as providing our own solutions.