

February 15, 2019

Notice of Revisions to Business Forecasts and Dividend Forecasts (Increase in Dividend)

In view of recent trends in operating results, Ad-sol Nissin Corporation has revised its business forecasts and dividend forecasts, that were announced on May 8, 2018. Details are as follows.

●Revisions to business forecasts

Revisions to non-consolidated business forecasts for the fiscal year ending September 2019
(April 1, 2018 to September 30, 2019)

	(Million yen)				
	Net sales	Operating income	Ordinary income	Net income	Net income per share (yen)
Previous forecasts (A)	11,500	880	890	564	62.47
Revised forecasts (B)	12,150	1,000	1,000	645	71.51
Increase/decrease (B-A)	650	120	110	81	
Percentage change (%)	5.7	13.6	12.4	14.4	
(Ref.) Previous results (FY3/18)	10,997	832	857	553	61.31

Reasons for revisions

Net sales are expected to exceed the previous forecast thanks to the strong performance of the energy sector (electricity-related and gas-related business) in the Social Infrastructure business and next-generation vehicles (advanced EVs, automated driving, etc.) in the Advanced Industry business.

Profits are also expected to exceed the previous forecasts. This is because the effects of higher sales and its strong results of original solutions such as IoT solutions, as well as the active investment in the improvement and expansion of the development environment and R&D activities such as AI and IoT, etc.

*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.

●Revisions to dividend forecasts

	(Yen)				
	Annual dividend				
	End of 1Q	End of 2Q	End of 3Q	Year-end	Total
Previous forecasts (announced on May 8, 2018)	-	11.00	-	11.00	22.00
Revised forecast	-	-	-	15.00	26.00
Current results	-	11.00	-		
Previous results (FY3/18)	-	10.00	-	11.00	21.00

Reasons for revisions

The Company aims to maintain a dividend payout ratio of at least 35%, based on its policy of distributing profits in line with business performance, as well as pursuing aggressive strategic investments to create sustainable growth and enhance corporate value.

As stated in the above "Revision to business forecasts", the Company expects to post record-high profits.

In light of the projected amount of net income and the dividend payout ratio, the Company has increased the year-end dividend by 4 yen from the initial forecast of 11 yen to 15 yen in order to respond to the support of the shareholders on a daily basis.

As a result, the annual dividend for the fiscal year ending March 2019 is expected to be 26 yen (up 5 yen YoY).

This matter will be discussed at the Ordinary General Meeting of Shareholders to be held in June 2019.

Reference

○ Social Infrastructure business:

Social Infrastructure business is building a stable business base by responding to the separation of power generation and transmission by electric power companies and the spin-off of gas companies toward 2020. At the same time, the Company is working to create new services in the fields of space, logistics, and next-generation communications (5G).

○ Advanced Industry business:

Advanced Industry business is committed to automated driving, next-generation EVs, healthcare and nursing care, and cashless operations, and to provide the unique solutions.