



October 31, 2019

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 Listed Stock Exchange:  
 Tokyo Stock Exchanges, First Section  
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## Notice of Revisions of Financial Forecasts

Based primarily on recent business trends, ESPEC CORP. has revised the consolidated financial forecasts announced on May 15, 2019 for the first half and full year results of the fiscal 2019, the year ending March 31, 2020 as shown below.

### Description

#### 1. Revision of financial forecasts

Revision of consolidated financial forecast figures for the first half of fiscal 2019  
 (from April 1, 2019 to September 30, 2019)

	Net Sales	Operating Income	Ordinary Income	Profit attributable to owners of parent	Net Income Per Share
Previous Forecast (A) (May 15, 2019)	Million Yen 21,500	Million Yen 2,300	Million Yen 2,400	Million Yen 1,700	Yen 74.37
Revised Forecast (B)	18,700	1,300	1,400	1,000	43.74
Difference (B-A)	(2,800)	(1,000)	(1,000)	(700)	
Difference as Percentage (%)	(13.0)	(43.5)	(41.7)	(41.2)	
(Reference) Results for the first half of Previous Period (Fiscal Year Ended March 2019)	19,092	1,659	1,732	1,270	55.60

Revision of consolidated financial forecast figures for fiscal 2019  
 (from April 1, 2019 to March 31, 2020)

	Net Sales	Operating Income	Ordinary Income	Profit attributable to owners of parent	Net Income Per Share
Previous Forecast (A) (May 15, 2019)	Million Yen 47,500	Million Yen 5,500	Million Yen 5,600	Million Yen 4,100	Yen 179.37
Revised Forecast (B)	42,500	3,600	3,700	2,700	118.09
Difference (B-A)	(5,000)	(1,900)	(1,900)	(1,400)	
Difference as Percentage (%)	(10.5)	(34.5)	(33.9)	(34.1)	
(Reference) Results for Previous Period (Fiscal Year Ended March 2019)	50,580	5,827	5,851	4,289	187.65

Results above for fiscal 2018, the year ended March 31, 2019, included overseas consolidated subsidiaries that changed fiscal year-end in that fiscal year to have consolidated a 15-month period from January 1, 2018, to March 31, 2019. Consolidated operating results for a 12-month period for overseas consolidated subsidiaries, as before, are presented below for fiscal 2018.

(Reference) Results for Previous Period *12 months (Fiscal Year Ended March 2019)	47,060	5,470	5,493	4,030	176.32
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#### Reasons for the revisions

With regard to the consolidated financial results for the first half of fiscal 2019, ending March 31, 2020, although investments remained strong by the Company's main customer automakers, attitudes toward investment in other industries remain cautious due to factors such as the slowdown in the global economy due to factors such as U.S.-China trade friction. Accordingly, the Company regrets that it has had to revise downward its consolidated performance forecast. The Company will also revise its full-year consolidated financial results forecast for fiscal 2019, the year ending March 31, 2020, due to the results of the first half of fiscal 2019 and factors such as customers' investment trends.

The Company's dividend forecast remains unchanged.

Note: It should be noted that the above financial forecasts were compiled based on the management's reasonable assessment of the information available at the time of the compilation, and may change due to factors that may arise in the future.