May 12, 2021

To Whom It May Concern


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| Company | MARUBUN CORPORATION |
| Representative | Toru Iino<br>CEO and Representative Director<br>(Securities Code:7537 TSE, 1st section) |
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# Notice of Revision of Financial Forecasts and Posting of Non-Operating Expenses (Foreign Exchange Losses)

The Marubun Group (the "Group") announces the following revision of its full-year consolidated financial forecasts for the fiscal year ending March 31, 2021, announced on February 12, 2021.

In addition, the Group announces the following plan to post non-operating expenses (foreign exchange losses) for the fourth quarter of the consolidated accounting period.

**(1) Consolidated financial results forecast revision for the year ending March 31, 2021 (April 1, 2020- March 31, 2021)**

| | Net Sales | Operating Income | Ordinary Income | Profit attributable to owners of parent | Net Income Per Share |
|---|---|---|---|---|---|
| | Millions of Yen | Millions of Yen | Millions of Yen | Millions of Yen | Yen |
| Previous Financial Forecast (A) | 279,000 | 300 | 900 | (1,700) | (65.05) |
| Revised Forecast (B) | 289,000 | 1,000 | 30 | (2,140) | (81.88) |
| Amount of Change (B-A) | 10,000 | 700 | (870) | (440) | |
| Change (%) | 3.6 | 233.3 | (96.7) | — | |
| Results for the year ended March 31, 2020 | 287,550 | 2,369 | 2,006 | (75) | (2.89) |

Reasons for revision of financial forecast

Net sales are expected to surpass the previous forecast due to an increase in demand for telecommunication equipment semiconductors and medical equipment. Operating income is also projected to exceed the previous forecast in association with an increase in sales.

Meanwhile, the Group plans to post a valuation loss on foreign currency-denominated liabilities as a result of the depreciation of the yen towards the end of the fiscal year under review. Consequently, ordinary income and profit attributable to owners of parent are now expected to fall below the previous forecasts, which, thus, will be revised as noted earlier.

**(2) Posting of non-operating expenses (foreign exchange losses)**

The Group posted foreign exchange gains totaling 1,316 million yen for the first three quarters of the fiscal year ended March 31, 2021 (April 1 through December 31, 2020). Foreign exchange losses amounting to 1,649 million yen are now projected to arise during the fourth quarter of the fiscal year (January 1 through March 31, 2021). This is attributable principally to rapid exchange fluctuations that occurred during the fourth quarter, requiring the Group to revaluate its foreign currency-denominated liabilities as of the end of the accounting period. The Goup plans to post foreign exchange losses of 333 million yen for the fiscal year under review (April 1, 2020, through March 31, 2021).

Note:

The above financial forecasts have been prepared based on the information available to the Group as of the date of the announcement. Actual results may vary from the forecasts due to various factors arising in the future.