



## Notice Regarding Revision of Consolidated Financial Results Forecasts

February 5, 2021

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Nihon Dempa Kogyo Co., Ltd. will record other operating expenses in the fourth quarter of fiscal year ending March 31, 2021 as disclosed in the "Notice Regarding the Business Termination of Consolidated Subsidiary due to Structural Reform and Posting of Other Operating Expenses" on January 26, 2021. Also taking the recent performance into consideration, we will inform the below revised forecast of consolidated financial results for the year ending March 31, 2021 which was previously announced on November 10, 2020.

### ● Revision of the forecast of Consolidated Financial Results

#### Revision of forecast of Consolidated Financial Results for the Year Ending March 31, 2021 (April 1, 2020 - March 31, 2021)

	Net sales	Operating income (loss)	Income(Loss) before income tax	Net income(loss) for the period	Net income(loss) attributable to owners of the parent	Basic earnings per share
	Million Yen	Million Yen	Million Yen	Million Yen	Million Yen	Yen
Previous Forecast (A)	37,600	3,000	2,500	1,200	1,200	61.15
Revised Forecast (B)	38,900	2,400	1,900	1,200	1,200	61.15
Increase/(Decrease) (B-A)	1,300	(600)	(600)	0	0	
Increase/(Decrease) in percentage (%)	3.5%	-20.0%	-24.0%	-	-	
(Reference) The Year Ended March 31, 2020	39,468	(8,286)	(8,644)	(8,709)	(8,709)	(443.79)

#### [ Reason for differences ]

The consolidated sales is expected to exceed the previous forecast due to unexpected rise in orders for automobile use. Despite the order increase for automobile use, the orders will exceed the production expected during this fiscal year leading to the decrease in inventories. On the other hand, NDK expects to record approximately 600 million yen as other operating expenses in the fourth quarter of the fiscal year ending March 31, 2021. This includes the impairment loss on equipment and other facilities that will cease to be used as a result of the business termination of the subsidiary (Niigata NDK Co., Ltd), and structural reform expenses. The net income forecast will not be revised due to approximately 600 million decrease of the expected income tax expenses. Corporate tax expenses imposed on one of our group company decreased and it also became apparent that the unrealized profit which had occurred from the remaining shares held by NDK as a result of transferring a part of shares of NDK Saw devices Co.,Ltd is not subject to taxation. .

#### Notes:

The above forecasts on our future performance are based on the information currently available and certain assumptions we consider reasonable. Due to unforeseen circumstances, actual results may differ materially from such estimates.

END