

Date: August 7, 2020

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Notice Concerning Forecasts of consolidated financial results and Dividend for FY2020

Hanwa Co., Ltd. (“Hanwa”) hereby announces the forecasts of consolidated financial results and dividend for FY2020 (April 1, 2020 to March 31, 2021), which were not determined in “Financial Results for the Fiscal year ended March 21, 2020 (Japan GAAP)” announced on May 13, 2020, as follows:

1. Forecasts of Consolidated Financial Results

(1) Forecasts of Consolidated Financial Results for FY2020 (April 1, 2020 to March 31, 2021)

(Millions of yen)

	Net sales	Operating Income	Ordinary Income	Net income attributable to owners of the parent	Net income per share (yen)
Previous forecast (A)	-	-	-	-	-
Revised forecast (B)	1,600,000	19,500	16,500	11,000	270.68
Amount of change (B - A)	-	-	-	-	/
% of change	-	-	-	-	/
(Reference) Actual results for FY2019	1,907,493	27,330	(12,598)	(13,674)	(336.51)

(2) Reason for the announcement

Hanwa had not yet determined forecasts of consolidated financial results for FY2020, as it was difficult to reasonably estimate the impact of the novel coronavirus outbreak on the business activities and financial results. Nevertheless, now that economic activities have been gradually resume in Japan and overseas, Hanwa hereby announces the forecasts, which are based on the actual financial results for 1st Quarter of FY2020 and currently available projections and on the assumption that a state of emergency will not be redeclared in Japan.

2. Forecasts of Dividend.

(1) Forecasts of Dividend for FY2020 (April 1, 2020 to March 31, 2021)

(yen)

	Cash dividends per share		
	Interim	Year-end	Annual
Previous forecast	-	-	-
Revised forecast	30.00	30.00	60.00
Paid for FY2020			
Paid for FY2019 (ended March 31, 2020)	75.00	25.00	100.00

(2) Reason for the announcement

During the period of Medium-Term Business Plan (FY2020-2022), which begins in FY2020, Hanwa will make the efforts as priority to enhance the internal reserves. While regarding return of profits to shareholders Hanwa continues to recognize the continuous payment of dividends to shareholders as one of the most important management policies, Hanwa intends to establish a foundation for long-term growth as well, paying attention to the balance with the accumulation of shareholders' equity. The concrete policy is to be presented in the Medium-Term Business Plan.

With regard to the forecasts of dividend for FY2020, which had not yet been determined, given the uncertain situations of outbreak and period of termination of novel coronavirus, Hanwa set the annual dividend for FY2020 to be 60 yen per share.

(Note)

The above forecasts reflect assumptions and prospects based on the information currently available. They are subject to a number of risks and uncertainties that could cause actual results to differ materially from this information.

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