

Feb 10, 2021

Company Name: COPRO-HOLDINGS. Co., Ltd.

Chief Executive Officer: Kosuke Kiyokawa

(Stock code: 7059, TSE 1st section, NSE 1st section)

Inquiries: Executive Director, Director of Administrative Division, Masahiko Saito

(Tel: +81-52-589-3066)

Notice of Revisions to Earnings Forecasts

COPRO-HOLDINGS. Co., Ltd. (the "Company"), hereby announces that, based on the recent business performance etc., the board of directors of company resolved, at its meeting held on February 10, 2021 to revise the consolidated earnings forecasts for the fiscal year ending March 31, 2021, previously announced October 28, 2020.

1. Revisions to the forecasts for the fiscal year ending March 2021 (April 1, 2020-March 31, 2021)

	Net sales	Operating profit	Ordinary profit	Profit/loss attributable to owners of parent	Earnings Per share
Previous forecast (A)	Millions of yen 15,432	Millions of yen 1,793	Millions of yen 1,795	Millions of yen 1,221	Yen 259.03
New forecast(B)	14,819	1,366	1,368	901	191.00
Change(B-A)	△613	△427	△427	△320	
%change	△4.0	△23.8	△23.8	△26.2	
Ref. FY2019 (Apr 1 - mar 31, 2020)	13,122	1,592	1,585	1,084	230.16

2. Reasons for revision of forecast

Amid the prolonged impact of the COVID-19, such as the issuance of the second contingency declaration in Japan, company anticipates a 613 million yen decrease in sales (increase/decrease ratio -4%) compared to the October 28, 2020 announcement, mainly due to delays in negotiations for charge-up (improvement in unit sales price per dispatched engineers) to cope with the rise in cost of sales due to the introduction of the "Equal pay for equal work" system in accordance with worker dispatch law revision.

In addition, in order to prevent the spread of COVID-19, engineers suspected of being infected are actively waiting at home, and the cost of sales ratio is decreasing due to the salary payment of this waiting at home.

In addition, in the first quarter of the fiscal year ending March 2022, we plan to move the head office (moving the floor within the current building) to expand work spaces in line with business expansion. This will result in special loss (disposal of fixed assets, etc.) which will be posted in the fourth quarter of the fiscal year ending March 2021.

Consequently, we will revise the forecast for the fiscal year ending March 2021 as described above.

3. Dividend Forecast

Due to this revision to the earnings forecast, there have been no substantive changes to the dividend forecast per share announced on November 12, 2020. However, the forecast has been revised in accordance with the "Notice of Share Split, Partial Change to Articles of Incorporation and Revision of Dividend Forecast in Conjunction with Share Split" disclosed on February 10, 2021.

For details, please refer to "Notice of Share Split, Partial Change to Articles of Incorporation and Revision of Dividend Forecast in Conjunction with Share Split."

(NOTE) The above forecasts are based on information available as of the date of publication of this document. Actual results and dividends may differ from the forecasts due to various factors in the future.

End of document