To whom it may concern:

November 14, 2017

Company name: Inabata & Co., Ltd.
Representative: Katsutaro Inabata, Director, President
(Stock code: 8098, First Section of the Tokyo Stock Exchange)
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Notice Concerning Differences Between Earnings Forecasts and Actual Results for Six Months Ended September 30, 2017, and Revisions to Consolidated Earnings Forecasts for Full Year

Inabata & Co., Ltd. (the "Company") hereby provides notice that there are differences between its consolidated earnings forecasts for the six months ended September 30, 2017 (from April 1, 2017 to September 30, 2017), which were announced on September 13, 2017, and its actual results for the said period.

In addition, the Company announces that it has revised its consolidated earnings forecasts for full year as below, in light of the recent trend in its earnings.

1. Differences between consolidated earnings forecasts and actual results for six months ended September 30, 2017

	Net sales	Operating profit	Ordinary profit	Profit attributable to owners of parent	Earnings per share
	Millions of yen	Millions of yen	Millions of yen	Millions of yen	Yen
Previous forecasts (A)	300,000	5,000	5,500	5,000	81.30
Actual results (B)	304,900	2,939	3,369	2,730	44.39
Difference (B - A)	4,900	(2,060)	(2,130)	(2,269)	–
Difference (%)	1.6	(41.2)	(38.7)	(45.4)	–
(Reference) Results of the six months ended September 30, 2016	288,843	5,679	6,416	4,677	75.32

2. Revisions to consolidated earnings forecasts for full year ending March 31, 2018

	Net sales	Operating profit	Ordinary profit	Profit attributable to owners of parent	Earnings per share
	Millions of yen	Millions of yen	Millions of yen	Millions of yen	Yen
Previous forecasts (A)	620,000	11,500	12,000	10,000	162.61
Revised forecasts (B)	620,000	9,000	9,500	10,000	162.61
Change (B - A)	0	(2,500)	(2,500)	0	–
Change (%)	0.0	(21.7)	(20.8)	0.0	–
(Reference) Results of the year ended March 31, 2017	586,630	12,616	13,672	9,687	156.25

3. Reasons for revisions

In regard to the consolidated financial results for the six months ended September 30, 2017, net sales exceeded initial forecasts following strong sales, etc., of automobile-related products, a priority area for the plastics segment. On the other hand, operating profit, ordinary profit, and profit attributable to owners of parent fell significantly short of initial forecasts primarily because the Company recorded an additional allowance for doubtful accounts in the second quarter ended September 30, 2017, after comprehensively considering the present recoverability for receivables due from a client of solar batteries at the European base and related receivables, which were recorded as an allowance for doubtful accounts in the three months ended June 30, 2017.

The earnings forecasts for full year were also revised, in light of prevailing circumstances and the consolidated financial results for the six months ended September 30, 2017.