April 19, 2019

Revision of Business Forecasts for the Fiscal Year Ended March 2019

Based on its recent business performance, ACOM CO., LTD. ("ACOM") announces to revise its earnings forecasts for the Fiscal Year ended March 2019 (From April 1, 2018, to March 31, 2019), previously released on May 10, 2018.

1. Revision of the Earnings Forecasts for the Fiscal Year Ended March 2019
(From April 1, 2018, to March 31, 2019)

(1) Consolidated (Millions of yen, %)

	Operating Revenue	Operating Profit	Ordinary Profit	Profit Attributable to Owners of Parent	Basic Earnings per Share (yen)
Previous Forecast (A)	269,900	77,200	77,700	63,600	40.60
Revised Forecast (B)	277,000	57,600	58,200	37,700	24.06
Difference (B - A)	7,100	-19,600	-19,500	-25,900	
Percentage Change (%)	2.6	-25.4	-25.1	-40.7	
(Reference) FY March 2018 Results	263,453	80,942	81,694	70,572	45.05

(2) Non-consolidated (Millions of yen, %)

	Operating Revenue	Operating Profit	Ordinary Profit	Profit	Basic Earnings per Share (yen)
Previous Forecast (A)	200,300	58,200	62,000	56,900	36.32
Revised Forecast (B)	203,600	33,600	37,400	29,900	19.09
Difference (B - A)	3,300	-24,600	-24,600	-27,000	
Percentage Change (%)	1.6	-42.3	-39.7	-47.5	
(Reference) FY March 2018 Results	195,310	61,767	65,471	63,184	40.33

ACOM CO., LTD.
Meiji Yasuda Seimei Bldg., 1-1, Marunouchi 2-chome, Chiyoda-ku, Tokyo, Japan

2. Reasons for the Revision

(1) Consolidated Earnings Forecast

ACOM revises its forecast on operating revenue to 277.0 billion yen (7.1 billion yen above the previous forecast) as interest on operating loans and other operating revenue exceeded planned values.

With respect to operating expenses, we expect value of 219.4 billion yen (26.7 billion yen above the previous forecast) although financial expenses, provision for bad debts and other operating expenses were within planned values. We decided to make addition of 39.4 billion yen to provision for loss on interest repayment after reassessing the estimated amount to be requested in the future, taking the recent slowdown of decline into consideration.

Owing to factors mentioned above, we expect operating income of 57.6 billion yen (down by 19.6 billion yen from the previous forecast), ordinary income of 58.2 billion yen (down by 19.5 billion yen from the previous forecast), and profit attributable to owners of parent of 37.7 billion yen (down by 25.9 billion yen from the previous forecast).

The balance of provision for loss on interest repayment at the end of the fiscal year ended March 2019 is expected to be 102.3 billion yen.

(2) Non-consolidated Earnings Forecast

ACOM revises its forecast on operating revenue to 203.6 billion yen (3.3 billion yen above the previous forecast) as interest on operating loans and other operating revenue exceeded planned values.

With respect to operating expenses, we expect value of 170.0 billion yen (27.9 billion yen above the previous forecast) although financial expenses, provision for bad debts and other operating expenses were within planned values. We decided to make addition of 39.4 billion yen to provision for loss on interest repayment after reassessing the estimated amount to be requested in the future, taking the recent slowdown of decline into consideration.

Owing to factors mentioned above, we expect operating income of 33.6 billion yen (down by 24.6 billion yen from the previous forecast), ordinary income of 37.4 billion yen (down by 24.6 billion yen from the previous forecast), and profit of 29.9 billion yen (down by 27.0 billion yen from the previous forecast).

*The above-mentioned earnings forecasts have been made based on information available on the date of this release. The final financial results may vary according to various factors.

ACOM CO., LTD.
Meiji Yasuda Seimei Bldg., 1-1, Marunouchi 2-chome, Chiyoda-ku, Tokyo, Japan