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NEWS RELEASE

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Notice of Revisions to Earnings Forecast

SG Holdings Co., Ltd. (the "Company") hereby announces that, in the light of recent trends in earnings and other matters, the Company has revised the earnings forecast for the fiscal year ending March 31, 2021, disclosed on September 25, 2020, as detailed below.

Revisions to the consolidated earnings forecast for the fiscal year ending March 31, 2021

(1) Details of the revisions

Revisions to the consolidated earnings forecast for the fiscal year ending March 31, 2021

(April 1, 2020 to March 31, 2021)

	Operating revenues	Operating income	Ordinary income	Net income attributable to owners of the parent	Basic net income per share
	Millions of yen	Millions of yen	Millions of yen	Millions of yen	Yen
Previous forecast (A)	1,220,000	87,000	89,000	62,500	196.78
Revised forecast (B)	1,248,000	97,000	98,000	67,500	212.52
Amount of change (B-A)	28,000	10,000	9,000	5,000	
Percentage change (%)	2.3	11.5	10.1	8.0	
Reference: Results for the fiscal year ended March 31, 2020	1,173,498	75,447	80,532	47,292	148.90

(2) Reasons for the revisions

During the first six months of the fiscal year, the number of packages handled increased 4.5% year-on-year, reflecting the changes in the external environment due to COVID-19. In addition, freight forwarding within the Logistics Business increased due to continuous demand for overseas emergency transportation of PPE since June 2020. As a result, business performance was steady during the first six months of the current fiscal year.

Considering the results for the first six months of the fiscal year, the Company has revised its consolidated earnings forecast for the fiscal year ending March 31, 2021. The Company has increased operating revenue by 28 billion yen to 1.248 trillion yen and operating income by 10 billion yen to 97 billion yen compared to the previous forecast. The forecast for the second half of the fiscal year is based on the original forecast as the outlook is uncertain.

* The earnings forecasts contained in this document are calculated based on information available at the time of the publication of the document, and actual results may differ from these figures.