August 10, 2021

Tsubaki Nakashima Co., Ltd.
Koji Hirota
Director and Representative Executive Officer CEO
Tokyo Stock Exchange (Code 6464)
Contact for inquiries: Ikunori Morita
Phone: +81 (0)6-6224-0193

Notice of Revisions to Earnings Forecast and Dividends Forecast FY2021, and Notice of interim dividend

Tsubaki Nakashima ("the company") hereby announces its revised earnings and dividends forecast for FY2021 after considering recent trends in business performance.

In addition, the company decided in its Board of Directors meeting held on August 10, 2021 to distribute surplus (interim dividend) with the record date of June 30, 2021 as per details below:

1. Revision to consolidated earnings forecast for fiscal year ending December 31, 2021
(January 1, 2021 to December 31, 2021)

	Sales	Operating profit	Profit before tax	Net profit for the period attributable to owners of the parent	Basic earnings per share
	Million Yen	Million Yen	Million Yen	Million Yen	Yen
Previous forecast(A)	60,800	6,100	5,200	3,700	91.95
Revision(B)	69,000	7,100	6,100	4,600	114.41
Change(B-A)	8,200	1,000	900	900	-
Change (%)	13.5	16.4	17.3	24.3	-
(Reference) Previous year results (12/FY2020)	52,024	3,611	2,572	1,877	46.64

Reasons for Revision:

As for the consolidated business results for the first half of the fiscal year ending December 31, 2021, both sales and operating profits remained strong as demand for automobiles and machine tools recovered more than expected in each market, especially in China and Europe. This situation is expected to continue in the second half of the current fiscal year based on the assumption that the global economy will continue to recover as a whole due to the expansion of vaccinations and other factors. Furthermore, we expect sales of "ceramic balls", "medical devices" and "sales expansion in Asia", which we have set as our growth strategy, to be steady. In addition, based on the effects of well-established cost improvements, we have revised our full-year consolidated earnings forecast.

Disclaimer：The English translation is only for reference purposes. When there is any discrepancy between original Japanese version and English translation, the original Japanese version always prevails.

2. Interim dividend and revision to dividends forecast

(1) Details of interim dividend

	Amount approved	Most recent dividend forecast	Previous year (FY2020 interim)
Record date	June 30, 2021	June 30, 2021	June 30, 2020
Dividend per share	¥28	Not yet determined	¥10
Amount of dividends	¥1,136 million	-	¥405 million
Effective date	September 1, 2021	-	September 1, 2020
Source of dividends	Retained earnings	-	Retained earnings

(2) Revision to dividends forecast

	Annual dividends				
	1st Quarter-end	2nd Quarter-end	3rd Quarter-end	Year-end	Total
	Yen	Yen	Yen	Yen	Yen
Previous forecast	-	-	-	-	46.00
Revision	-	-	-	29.00	57.00
Payed dividends in FY2021	-	28.00	-	-	-
(Reference) Results for FY2020	-	10.00	-	14.00	24.00

Reasons for Revision:

We recognize the distribution of profits to shareholders and continuous corporate development as the most important management issue, and with shareholder returns, appropriate leverage, optimization of securing growth funds in minds, we are working on the return of total shareholders based on our basic policy of maintaining a dividend payout ratio of 50%.

Based on this shareholder return policy and recent business results, we decided to pay an interim dividend of 28Yen per share.

We have revised the dividend forecast based on the above revised forecast for fiscal year ending December 31, 2021 announced today,

Disclaimer : The English translation is only for reference purposes. When there is any discrepancy between original Japanese version and English translation, the original Japanese version always prevails.