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Notice concerning Revision of Performance Forecast and Dividend Forecast for Fiscal 2020

Tokuyama Corporation (hereinafter referred to as “the Company”) has revised the performance forecast and dividend forecast for fiscal 2020 (April 1, 2020 to March 31, 2021), announced on May 15, 2020, as described below.

1. Revision of Performance Forecast for Fiscal 2020 (April 1, 2020 to March 31, 2021)

(1) Revision of Performance Forecast for Fiscal 2020

(Unit: Millions of yen)

	Net sales	Operating profit	Ordinary profit	Profit attributable to owners of parent	Basic earnings per share (yen)
Previous forecast : (A) (May 15, 2020)	310,000	28,000	28,000	22,000	316.75
Newly revised forecast : (B)	300,000	28,000	28,000	22,000	316.75
Change: (B) – (A)	(10,000)	—	—	—	—
Rate of change (%)	(3.2)	—	—	—	—
[Reference] Fiscal 2019	316,096	34,281	32,837	19,937	287.05

(2) Reasons for the revision

Following the transfer of a part of the shares of Sun-Tox Co., Ltd., which manufactures and sells polyolefin films, on October 1, 2020, Tokuyama will be excluding the company from the scope of its consolidation from the third quarter consolidated accounting period. Consequently, in light of factors that include the expectation that consolidated net sales will decrease for the full year and current performance trends, we will revise the figures announced on May 15, 2020.

2. Revision of Dividend Forecast for Fiscal 2020 (April 1, 2020 to March 31, 2021)

(1) Revision of Performance Forecast for Fiscal 2020

(Period)	Annual dividends per share		
	2nd quarter	Year-end	Total
Previous forecast	(yen) 35.00	(yen) —	(yen) —
Newly revised forecast	35.00	35.00	70.00
[Reference] Fiscal 2019	35.00	35.00	70.00

(2) Reasons for the revision

As far as the distribution of profits is concerned, Tokuyama's basic policy is to ensure the continuous and stable payment of dividends to its shareholders. In carrying out this policy, the Company takes into consideration performance trends and the roadmap established under its Medium-Term Management Plan.

The year-end dividend forecast for fiscal 2020 had yet to be determined given that the uncertainty surrounding the spread of COVID-19 could not be dispelled. In this regard, having comprehensively taken into consideration factors such as the abovementioned policy and the current financial situation, the year-end dividend will be ¥35.00 per share, as mentioned above.

(Note) The performance forecast and other forward-looking statements contained in this material have been prepared on the basis of information available at this point and certain assumptions which are judged to be rational, and may be substantially different from the actual performance because of various factors that may arise from now on.