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Company Name: W-Scope Corporation
Stock Exchange Listing: Tokyo Stock Exchange Section 1
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Notice of Revision of Consolidated Earnings Guidance for the Year Ending 31 December 2021

W-Scope Corporation (hereafter 'the Company') has revised its forecast of consolidated results for the year ending 31 December 2021 (1 January 2021 to 31 December 2021) announced on 15 November, 2021 as follows:

Revision of Guidance for FY21 (1 January 2021 ~ 31 December 2021)

(¥mil)	Sales	Operating Profit	Recurring profit	Net profit attributed to the parent's shareholders	EPS (¥)
Previous guidance (A)	28,000	1,200	—	—	—
Revised guidance (B)	29,900	1,800	△3,400	△3,000	△55.08
Change (B-A)	1,900	600	—	—	
Change (%)	6.78	50.00	—	—	
FY20 earnings results	18,479	△2,837	△7,821	△11,174	△299.28

Reasons for the revision of the full-year earnings forecast

Consolidated sales for the fiscal year ended December 2021 is 29,900 million yen, exceeding the previous forecast of 28,000 million yen by 1,900 million yen. This was due to a slight improvement in shipping conditions in the fourth quarter, which resulted in better-than-planned shipments.

Operating profit is expected to improve by 600 million yen to 1,800 million yen due to an increase in shipment volume and a reduction in the cost burden of product transportation from the time of the previous announcement.

In addition, the option evaluation of convertible bond-type stock acquisition rights issued by the subsidiary was completed at the end of the current consolidated fiscal year, and the amount of derivative loss due to the increase in the value of the subsidiary was fixed. As the result, the full-year Recurring loss 3,400 million yen, and Net Loss attributed to the parent's shareholders is 3,000 Million yen. This derivative incurs a loss if the value of the convertible bond issuer rises at the time of settlement.

Due to the above factors, the figures announced on 15 November, 2021 will be revised.

Note on the forecast of financial results

The forecasts are based on information available at the time of writing and actual results may differ from the forecasts due to a range of factors.