



October 28, 2022

Listed Company Name: ESPEC CORP.
 Representative: Satoshi Arata, President
 Listed Stock Exchange: Tokyo Stock Exchanges, Prime Market
 Securities Code: 6859
 Contact: Keiji Oshima, Director and Executive Officer
 Chief Officer of Corporate Control Headquarters
 Tel: +81-6-6358-4741

Notice of Revisions of Financial Forecasts

ESPEC CORP. (the "Company") hereby announces that it resolved at the Board of Directors meeting held on October 28, 2022 to revise the consolidated financial results forecasts announced on May 13, 2022 for the six months ended September 30, 2022 and the fiscal year ending March 31, 2023, taking into account recent results trends. Details are as follows.

Description

1. Revision of financial results forecasts

Revisions to consolidated financial results forecasts for the six months ended September 30, 2022
 (from April 1, 2022 to September 30, 2022)

	Net sales	Operating profit	Ordinary profit	Profit attributable to owners of parent	Basic earnings per share
Previously announced forecasts (A) (May 13, 2022)	Millions of Yen 23,500	Millions of Yen 1,950	Millions of Yen 2,000	Millions of Yen 1,300	Yen 58.11
Revised forecasts (B)	22,900	1,400	1,730	980	43.78
Change (B-A)	(600)	(550)	(270)	(320)	
Change (%)	(2.6)	(28.2)	(13.5)	(24.6)	
(Reference) Actual consolidated results for the six months ended September 30, 2021	17,568	396	474	230	10.23

Revision to consolidated financial results forecasts for the fiscal year ending March 31, 2023
 (from April 1, 2022 to March 31, 2023)

	Net sales	Operating profit	Ordinary profit	Profit attributable to owners of parent	Basic earnings per share
Previously announced forecasts (A) (May 13, 2022)	Millions of Yen 50,000	Millions of Yen 5,000	Millions of Yen 5,100	Millions of Yen 3,600	Yen 160.92
Revised forecasts (B)	52,000	4,000	4,350	2,900	129.50
Change (B-A)	2,000	(1,000)	(750)	(700)	
Change (%)	4.0	(20.0)	(14.7)	(19.4)	
(Reference) Actual consolidated results for the fiscal year ended March 31, 2022	41,852	1,968	2,322	1,905	84.89

2. Reasons for revisions

Although orders have significantly surpassed their target, the supply-demand balance for electronic components and related items has tightened around the world. As a result, the Company has been impacted by issues such as the extended postponement of product delivery dates due to procurement delays and rising materials prices. Accordingly, with regard to the consolidated financial results for the six months ended September 30, 2022, the Company regrets that it has had to revise its results forecasts as it now expects results to fall below its previously announced forecast figures. Furthermore, regarding full-year consolidated financial results for the fiscal year ending March 31, 2023, the Company has revised the previously announced forecasts, taking into account the revised forecasts for the consolidated financial results for the first half of the fiscal year, and conditions at this point in time.

The Company's dividend forecast remains unchanged from the previously announced forecast.

Note: It should be noted that the above financial forecasts were compiled based on the management's reasonable assessment of the information available at the time of the compilation, and may change due to factors that may arise in the future.