



February 7, 2023

Company name	IMAGICA GROUP Inc.
Title and Name of Representative	Nobuo Fuse Representative Director, President (Securities code: 6879, TSE 1st Section)
Inquiries	Masakazu Morita Director, Managing Executive Officer
TEL	+81-3-5777-6295

【Delayed】 Notice Concerning the Recording of Extraordinary Profit&Loss and Revision of Consolidated Financial Forecast

The Company expects to record extraordinary profit/loss for the fourth quarter of FYE Mar. 31, 2023. The Company has also revised its full-year consolidated forecast due to the expected recording of the extraordinary profit/loss.

Details are as follows.

1. About the recording of the extraordinary profit/loss

Land and buildings (392-1 and other lots at Higashi-Gotanda 2-chome, Shinagawa-ku, Tokyo; area: 8546.34m²) owned by the Company are in the Higashi-Gotanda 2-chome No. 3 Urban Redevelopment Project being advanced by the Higashi-Gotanda 2-chome No. 3 Urban Redevelopment Association, and rights conversion will be implemented between the land and buildings owned by the Company and a portion of the redevelopment property. At a meeting of the Company's Board of Directors held today, the Company resolved to enter into a loss compensation agreement with said Association to compensate for the loss of rent and other expenses associated with the surrender of the land and buildings owned by the Company. The Company has decided to record approximately 3.1 billion yen in compensation as extraordinary income in the fourth quarter of the consolidated fiscal year.

In addition, approximately 400 million yen will be recorded as extraordinary losses in the fourth quarter of the current fiscal year due to solicitation of voluntary retirement in some consolidated subsidiaries in order to build an organization and personnel structure that can adapt to changes in the business environment.

* Overview of voluntary retirement

(1) Number of applicants: Several individuals from two companies (IMAGICA DIGITALSCAPE Co., Ltd. and PHOTRON LIMITED)

(2) Date of retirement: March 31, 2023 in both companies

(3) Preferential measures: Provision of premium severance pay, outplacement services, etc.

2. Revision to the Consolidated Forecast for FYE Mar. 31, 2023 (April 1, 2022–March 31, 2023)

	Net sales	Operating income	Ordinary income	Net profit attributable to owners of parent	Earnings per share
	Million yen	Million yen	Million yen	Millions yen	Yen
Previous forecast (A)	88,000	3,600	3,300	2,100	47.30
Revised forecast (B)	88,000	3,600	3,300	3,800	85.59
Change (B-A)	0	0	0	1,700	
Percent change (%)	0.0%	0.0%	0.0%	80.9%	
(For reference) Previous term results (FYE Mar. 31, 2022)	80,184	3,417	3,934	2,729	61.49

Reasons for revision of the financial forecast

As described in "1." above, the Company will revise "Net income attributable to owners of the parent" due to the recording of approximately 3.1 billion yen in extraordinary income and approximately 400 million yen in extraordinary losses in the fourth quarter of the consolidated fiscal year.

No change has been made to the FYE Mar. 31, 2023 dividend per share forecast (15 yen) announced on May 13, 2022 following comprehensive consideration based on the dividend payout ratio after the exclusion of special factors.

(Note) The above forecasts are based on information available at the time of publication. Actual results may differ from these forecasts due to various factors that may occur in the future.

END