

May 11, 2023

Company name: J T O W E R Inc.
Representative: Representative Director
Atsushi Tanaka
(TSE Growth Code No. 4485)
Contact: Ryosuke Nakamura
Managing Director, CFO

Notice of the difference between the full-year earnings forecasts and actual results for the fiscal year ended March 31, 2023

The following are the differences between the forecasts for the fiscal year ended March 31, 2023 (April 1, 2022 to March 31, 2023) which were announced on February 8, 2023 and the actual results announced today.

1. Difference between forecast and actual results

(1) Difference between forecast and actual results for FY03/2023 (April1,2023 to March 31,2023)

	Revenue	(For reference) EBITDA*1	Operating Profit	Ordinary Profit	Profit attributable to owners of parent	Basic earnings per share
Previously announced forecast (A)	In JPY MN 5,200	In JPY MN 1,290	In JPY MN (290)	In JPY MN (1,730)	In JPY MN (1,970)	In JPY (89.53)
Actual results (B)	5,228	1,688	117	(1,238)	(1,602)	(72.84)
Difference (B-A)	28	398	407	491	367	–
Difference in percentage (%)	0.6	30.9	–	–	–	–
(For reference) Actual result from FY03/2022	4,216	1,696	560	555	644	29.56

*1: EBITDA=Operating Profit + Depreciation + Amortization of Goodwill + Amortization of long-term prepaid expenses

(2) Reasons for the difference

The revenue was 5.2 billion yen, largely in line with the previous forecast. In terms of profits, operating profit was 117 million yen, which was higher than the previous forecast. The main factor was regarding tower sharing preparation cost related to tower carve-outs, which was expected to be 360 million yen in SG&A, however, 321 million yen was reduced due to a part of the cost was carried over to the next fiscal year and a revision in the unit price. In addition,

the impact of 58 million yen reduction in financing structuring cost, which was expected to be incurred as non-operating expenses, and the recording of 107 million yen in income taxes-deferred due to the application of tax effect accounting resulted in an ordinary loss of 1.2 billion yen and a net loss attributable to owners of the parent of 1.6 billion yen, exceeding the previous forecast.