



January 30, 2018

Taiyo Nippon Sanso Corporation

Notice Regarding Earnings Forecast Revisions

Taiyo Nippon Sanso Corporation (TNSC) hereby announces that in light of recent business performance trends and the establishment of tax reform legislation in the U.S., its consolidated earnings forecasts announced on May 10, 2017 for the full term of fiscal year 2018, ending March 31, 2018, were revised as follows.

No revisions have been made to the dividend forecast accompanying these revisions to the earnings forecasts.

1. Consolidated Earnings Forecast Revisions for Fiscal Year 2018 (April 1, 2017 – March 31, 2018)

	Revenue	Core operating income	Operating income	Net income attributable to owners of the parent	Basic earnings per share
	(¥ million)	(¥ million)	(¥ million)	(¥ million)	(Yen)
Previous forecast (A)	620,000	56,500	57,000	34,500	79.72
Revised forecast (B)	635,000	60,000	60,000	48,000	110.92
Increase (decrease) (B-A)	15,000	3,500	3,000	13,500	
% change (%)	2.4	6.2	5.3	39.1	
(Reference) Previous results (April 1, 2016 – March 31, 2017)	581,586	54,736	53,664	34,740	80.28

2. Reasons for the Revisions

Revenue, core operating income, and operating income are expected to surpass their previous forecasts, based on factors such as the favorable performance of two operating companies in Australia, which were formed by M&As that TNSC conducted in 2015 and 2016, in addition to increased revenue from electronic materials gases, and equipment and installation, in the electronics field in Japan and abroad. In addition, net income attributable to owners of the parent is also expected to surpass its previous forecast due to the reversal of deferred tax liabilities at a subsidiary based in the U.S. accompanying a reduction of the federal corporate income tax rate in U.S. tax reform legislation, resulting in a significant decrease in income taxes shown in the consolidated statements of profit or loss.

(Note) The earnings forecasts above are based on information available as of the announcement date of this press release. Actual earnings results may differ from the forecasts depending on a variety of factors going forward.