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To whom it may concern

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Announcement Concerning Revisions to Projections for Consolidated Financial Results for the First Six Months of FY2020 and the Full Year of FY2020 and Recognition of Extraordinary Loss

NOK Corporation hereby announces that, in light of its recent operating performance, it has revised as below, its projections for the consolidated financial results for the first six months and full year of the fiscal year ending March 31, 2021 (April 1, 2020 to March 31, 2021) announced on August 4, 2020 in the Consolidated Financial Results for the Three Months Ended June 30, 2020.

1. Projections for consolidated financial results for the first six months of FY2020 (April 1, 2020 to September 30, 2020)

	Net sales	Operating income	Ordinary income	Profit attributable to owners of parent	Net income per share
Previously announced projection (A)	Million yen 237,000	Million yen (16,500)	Million yen (17,100)	Million yen (16,500)	Yen (95.39)
Revised projection (B)	255,400	(7,900)	(7,800)	(10,100)	(58.27)
Change (B-A)	18,400	8,600	9,300	6,400	
Rate of change (%)	7.8	-	-	-	
(Reference) Results for the first six months of FY2019	308,364	2,164	4,081	1,370	7.92

2. Projections for consolidated financial results for the full year of FY2020 (April 1, 2020 to March 31, 2021)

	Net sales	Operating income	Ordinary income	Profit attributable to owners of parent	Net income per share
Previously announced projection (A)	Million yen 488,800	Million yen (22,800)	Million yen (23,800)	Million yen (24,400)	Yen (141.07)
Revised projection (B)	530,200	(10,800)	(9,500)	(24,200)	(139.75)
Change (B-A)	42,200	12,000	14,300	200	
Rate of change (%)	8.6	-	-	-	
(Reference) Results for the full year of FY2019	626,815	12,028	17,373	(2,218)	(12.83)

3. Reasons for the revision

With regard to the consolidated financial projections for the first six months of the fiscal year ending March 31, 2021, consolidated net sales are expected to increase. This is largely because the seal business has been seeing an upward sales trend due to recovering automotive production mainly in China, and sales of electronic products for smartphone applications remain at a higher level than previously expected, despite the ongoing impact of the spread of the novel coronavirus infection.

Each category of income is also expected to increase mainly due to cost containment and a reduction in investment as well as growing sales.

As for the full year of the fiscal year ending March 31, 2021, the projections for net sales, operating income, and ordinary income have been revised, taking into account the assumption that the upward trend will continue.

Meanwhile, as for profit attributable to owners of parent for the full year, NOK Corporation expects to record an extraordinary loss of approximately 8 billion yen due to business restructuring costs including the costs associated with voluntary retirement offered by Nippon Mektron, Ltd., a consolidated subsidiary, of around 4.7 billion yen. For details please refer to the “Announcement Concerning Voluntary Retirement Scheme for Employees of NOK Corporation Consolidated Subsidiary” disclosed today.

*Forward-looking statements on business results projections that are stated in this material are based on information currently available to NOK Corporation and certain assumptions that NOK Corporation deems reasonable, and are not meant to promise the achievement of such projections. Furthermore, actual financial results may differ significantly due to various factors.