



31-Oct-19

Dear All

Company name: Fujikura Ltd.  
Stock exchange listing: First Sections of TSE  
Code No. : 5803  
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## Notice Regarding Extraordinary Losses, Differences between Consolidated Performance Forecasts and Results, and Revisions to Full-year Consolidated Forecasts

Fujikura Ltd. hereby announced that there is a difference between the forecast for the second quarter of the fiscal year ending March 2020 announced on May 14, 2019 and the results announced today.

In addition, the company have revised the full-year consolidated financial forecast for the fiscal year ending March 31, 2020 as follows based on recent business performance trends.

### Details

#### 1. Revision of business forecasts for the 1H in FY2019 (April 1, 2019 to September 30, 2019)

(Consolidated)

(Unit: million yen)

	Net Sales	Operating Income	Ordinary Income	Net Income Attributable to Parent Company Shareholders	Net Income per Share (yen)
Previous Forecasts (A)	340,000	13,000	12,000	6,000	21.03
Revised Forecasts (B)	343,499	5,773	4,973	814	2.85
Change (B - A)	3,499	△ 7,227	△ 7,027	△ 5,186	-
Change (%)	1.0	△ 55.6	△ 58.6	△ 86.4	-
Actual results for 1H for FY2018	363,610	14,276	9,609	453	1.59

Reason for difference between performance forecast and actual value

For the 1H of the fiscal year ending March 31, 2020, sales are close to in line with the previous forecast. Power and Telecommunication Systems Company were affected by intensifying competition in optical-related products, especially in China. Electronic Products&Connector Company were affected by stagnant demand for smartphone FPCs and intensifying competition. So operating income, ordinary income, and net income attributable to parent company shareholders is decrease.

2. Revision of business forecasts for FY2019 (April 1, 2019 to March 31, 2020)

(Consolidated)

(Unit: million yen)

	Net Sales	Operating Income	Ordinary Income	Net Income Attributable to Parent Company Shareholders	Net Income per Share (yen)
Previous Forecasts (A)	690,000	28,000	27,000	12,000	42.06
Revised Forecasts (B)	680,000	15,500	13,000	1,000	3.54
Change (B - A)	△ 10,000	△ 12,500	△ 14,000	△ 11,000	-
Change (%)	△ 1.4	△ 44.6	△ 51.9	△ 91.7	-
Actual Results for FY2018	710,778	27,679	21,020	1,453	5.09

Reasons for revision of FY2019

For FY2019, in addition to the impact expected of intensifying competition for both optical products and FPCs, which continue from 1H, it is expected to record profit structure improvement costs mainly in the Energy Power and Telecommunication Systems Company division and Automotive Product Sub Company. So, ordinary income and net income attributable to parent company shareholders decrease.

As a result, the FY2019 forecast has been revised.

3. Regarding extraordinary losses in consolidated and non-consolidated financial statements

In the 1H of the current fiscal year, unconsolidated subsidiaries ProCable Energia e Telecomunicações S.A. and, Fujikura Cabos Para Energia e Telecomunicações Ltda.'s poor performance about the business for Brazilian power resulted in a loss on valuation of investments in affiliated companies of ¥ 4.6 billion and loss of affiliated companies. The provision for reserves was 1.1 billion yen, and extraordinary gains on reversal of allowance for debt guarantees were 2.5 billion yen.

As a result of recording these incomes and losses, net income attributable to parent company shareholders for 1H decreased by 3.3 billion yen.

\*The above estimation is made based on information which we can get as of the disclosure date. Owing to various factors, actual result could change from this estimation.