

August 6, 2019

Notice on Revision of Earnings Forecast

Tokai Carbon completed the acquisition of 100% shares in COBEX HoldCo GmbH (“TCX”) and its affiliate three companies as announced on July 29, 2019.

Following the transaction, Tokai Carbon has revised its consolidated earnings forecast for fiscal year ended December 31, 2019 (from January 1, 2019 to December 31, 2019) that was announced on May 9, 2019.

1. Revision of the Earnings Forecast

Revision of the consolidated earnings forecast for FY2019 (from January 1, 2019 to December 31, 2019)

	Net sales	Operating income	Ordinary income	Net income attributable to owners of the parent company	Net income per share (EPS)
	JPY in millions	JPY in millions	JPY in millions	JPY in millions	Yen
Previous forecast (A)	287,900	75,400	75,400	49,300	231.29
Revised forecast (B)	304,400	76,900	76,900	49,300	231.29
Difference (B-A)	16,500	1,500	1,500	—	—
Difference rate (%)	5.7	2.0	2.0	—	—
(Reference) Results from previous fiscal year, ended December 31, 2018	231,302	73,065	72,991	73,393	344.32

2. Reasons for the Revision

Tokai Carbon expects net sales, operating income and Ordinary income to exceed the previous forecast due to the consolidation of TCX’s five month result, on July 26, 2019.

The consolidated income contribution from TCX is expected to be 1.5 billion yen after deducting one-off expense for external experts and non-cash expense for amortization of goodwill and intangible assets totaling 4.1 billion yen.

* The above-mentioned forecasts are based on the information currently available to the company and certain assumptions judged to be reasonable. Note that actual performance may differ significantly due to a variety of factors.

End of notice

Company Name: Tokai Carbon Co., Ltd.

Representative: Hajime Nagasaka, President & Chief Executive Officer

Stock Code: 5301 [Tokyo Stock Exchange]

Contact: Akihiko Satoh, General Manager, Accounting & Finance Department,
Tel.+81-3-3746-5155