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For immediate release

Company MAEDA CORPORATION
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Notice on Extraordinary Loss and Revisions to Financial Forecast

The Company will record an extraordinary loss in its financial results for the FYE March 2020, as follows. In addition, the full-year consolidated earnings forecast that was announced on November 13, 2019 has been revised as follows.

Description:

1. Recording of extraordinary loss

As announced in the “Notice Regarding the Results of the Tender Offer for the Shares of Maeda Road Construction Co., Ltd. (Securities Code 1883) and a Change in Subsidiary Companies” on March 13, 2020, the Company made Maeda Road Construction Co., Ltd. a consolidated subsidiary at the end of the fiscal year ended March 2020. As a result, the Company will record an extraordinary loss of 7.6 billion yen in connection with the phased acquisition.

2. Revision of consolidated earnings forecast for a full-year of FYE March 2020 (April 1, 2019 – March 31, 2020)

(1) Details of revision

	Net sales	Operating profit	Ordinary profit	Net income	Net income per share
Previous forecast announced (A) (announced on November 13, 2019)	Millions of yen 477,000	Millions of yen 31,700	Millions of yen 35,000	Millions of yen 25,500	Yen 137.30
Modified forecast (B)	487,800	34,000	36,500	14,300	77.01
Change amount (B-A)	10,800	2,300	1,500	(11,200)	—
Change rate (%)	2.3	7.3	4.3	(43.9)	—
Reference: Previous year results (FYE March 2019)	492,087	35,944	38,363	23,952	126.14

(2) Reasons for revision

With the increased net sales, operating profit and ordinary profit for the FYE March 2020 are expected to be 2.3 billion yen and 1.5 billion yen higher than the previous forecast. However, as a result of the extraordinary loss mentioned in “1. Recording of extraordinary loss” above, including losses on phased acquisitions and valuation loss of investment securities, and an impairment loss, net income attributable to shareholders of the parent company is expected to decrease by 11.2 billion yen.

Note: The above forecasts are based on currently available information and actual results may differ from these forecasts due to various future factors.