

February 28, 2020

Company name: Lion Corporation

Representative: Masazumi Kikukawa, Representative Director,
President and Executive Officer

Code: 4912

Tokyo Stock Exchange

Lion Revises Performance Forecasts

Lion Corporation has revised its consolidated performance forecasts announced on February 13, 2020. Details are as follows.

Revision of Consolidated Performance Forecasts

Revision of Consolidated Forecasts for First Half of Fiscal 2020 (January 1 – June 30, 2020)

(Millions of yen)

	Net sales	Operating profit	Profit for the period attributable to owners of the parent	EPS
Previous forecast (A)	168,000	13,000	9,000	30.96 yen
Current revision (B)	168,000	21,500	15,000	51.60 yen
Change (B – A)	—	8,500	6,000	
Percentage change	—	65.4	66.7	
Reference: Final figures for the first half of fiscal 2019	167,334	12,889	8,689	29.89 yen

Revision of Consolidated Forecasts for Fiscal 2020 (January 1 – December 31, 2020)

(Millions of yen)

	Net sales	Operating profit	Profit for the period attributable to owners of the parent	EPS
Previous forecast (A)	355,000	31,000	21,000	72.24 yen
Current revision (B)	355,000	39,500	27,000	92.88 yen
Change (B – A)	—	8,500	6,000	
Percentage change	—	27.4	28.6	
Reference: Final figures for fiscal 2019	347,519	29,832	20,559	70.72 yen

Reasons for the Revisions

(1) First Half of Fiscal 2020

At today's meeting, Lion's Board of Directors resolved to transfer the land that Lion uses for its head office (3-7, Honjo 1-chome, Sumida-ku, Tokyo), effective February 28, 2020. Due to the resulting gain on transfer, operating profit and profit for the period attributable to owners of the parent are now expected to exceed the previous forecasts. There are no changes in the previous forecasts for net sales and core operating income.*

The details of this transfer of land are as provided in the news release "Notice Concerning the Transfer of Non-Current Assets," published today.

* Core operating income is an earnings indicator the Company uses to measure regular business performance and is calculated by subtracting selling, general and administrative expenses from gross profit.

(2) Fiscal 2020

The full-year forecasts for fiscal 2020 have been revised in accordance with the revisions to the forecasts for the first half of the year, as explained above.

There is no change in the forecast for dividend per share announced on February 13, 2020 (interim dividend: ¥11; year-end dividend: ¥11; full-year dividend: ¥22).

Note:

The above forecasts and projected operating results are based on information available at the time of preparation and thus involve inherent risks and uncertainties that could result in such forecasts and projections differing from actual results.