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FOR IMMEDIATE RELEASE

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(Securities Code:8087, First Section of TSE)  
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### Notice Regarding Consolidated Earnings and Dividends Forecasts

Furusato Industries, Ltd. (Furusato) has announced today its earnings and dividends forecasts for the year ending March 31, 2021 (FY2020), which remained undetermined in the news release “Furusato Announces Financial Results for the First Quarter Ended June 30, 2020 [Japan GAAP] ” disclosed on August 3, 2020. The details are as follows:

#### 1. Revision to the earnings forecasts

##### (1) Revision to the earnings forecasts for the first half of FY2020

Consolidated first-half earnings forecasts (from April 1 to September 30, 2020)

	Net Sales	Operating Income	Ordinary Income	Net Income Attributable to Owners of Parent	Net Income Per Share
	Millions of yen	Millions of yen	Millions of yen	Millions of yen	Yen
Previous forecasts (A)	-	-	-	-	-
Actual results(B)	44,600	1,370	1,550	920	63.46
Change (B-A)	-	-	-	-	
% Change	-	-	-	-	
(Reference) First half of FY2019	53,260	2,194	2,383	1,559	107.60

##### (2) Consolidated full-year earnings forecasts (from April 1, 2020 to March 31, 2021)

	Net Sales	Operating Income	Ordinary Income	Net Income Attributable to Owners of Parent	Net Income Per Share
	Millions of yen	Millions of yen	Millions of yen	Millions of yen	Yen
Previous forecasts (A)	-	-	-	-	-
Revised forecasts (B)	91,900	2,500	2,870	1,750	120.72
Change (B-A)	-	-	-	-	
% Change	-	-	-	-	
(Reference) FY2019	104,619	3,973	4,334	2,808	193.71

#### ➤ Reason for the revisions

The consolidated earnings forecast for FY2020 was left undetermined due to the difficulty in making reasonable calculation of the impact of the global spread of the COVID-19 pandemics. Furusato announced the consolidated earnings forecast calculated based on the information available and forecasts at this point.

While it is expected to decrease business investments and suspend facility renovation, and decline orders, affected by production adjustment in the manufacturing sector, such as

the automotive industry, due to the spread of the COVID-19 pandemic, these factors have the big impact on the business performance of the Furusato Group. Although the end of the COVID-19 pandemic still remains uncertain, Furusato calculated the consolidated earnings forecast based on the situation that the business activities are getting back to normal after the Japanese government lifted the state of emergency, and the assumption that no large-scale social restrictions will be imposed again due to the spread of the COVID-19 pandemic.

## 2. Revision to the dividends forecasts

	Annual dividends (Yen)				
	1Q	2Q	3Q	Year-end	Annual
Previous forecasts (A)	-	5.00	-	-	-
Revised forecasts (B)	-	5.00	-	31.50	36.50
(Reference) FY2019	-	5.00	-	53.50	58.50

### ➤ Reason for the revision to the dividends forecasts

Furusato regards the return of our profits to our shareholders as one of the critical management issues. The target annual dividend payout ratio is approximately 30% of consolidated net income as our basic policy.

The dividend forecast was left undetermined due to the undetermined earnings forecasts. Furusato determined the dividends forecast based on the above earnings forecast.

\*The forecasts presented above are based on information currently available. The statements involve various factors, including the end of the COVID-19 pandemic, that could cause actual results to be materially different.