

(This is a translation in English from the original in Japanese. In case of any discrepancy between the translation and the Japanese original, the latter shall prevail.)

September 14, 2018

To whom it may concern:

Company name: UKC Holdings Corporation
(Security Code: 3156 Tokyo Stock Exchange 1st Section)
Representative: Nobuki Kurita, President
Contact: Tsuyoshi Osawa, Managing Executive Officer,
General Manager, IR Department
(TEL: 03-3491-6575)

Announcement of Revision of Forecasts of Consolidated Financial Results and Dividend

UKC Holdings Corporation ("the Company") has revised its forecasts of financial results and the dividend disclosed on May 11, 2018 as follows.

1. Revision of the forecast of consolidated financial results

Revision of the consolidated financial forecast for the six months ending September 30, 2018 (April 1, 2018 to September 30, 2018)

	Net Sales	Operating Income	Ordinary Income	Net Income Attributable to Owners of Parent	Net Income per Share
Forecast previously disclosed (A) on May 11, 2018	(Million Yen) 110,000	(Million Yen) 1,900	(Million Yen) 1,650	(Million Yen) 1,200	(Yen) 76.44
Revised forecast (B)	105,500	2,100	2,300	1,800	114.65
Amount Change (B-A)	△4,500	200	650	600	—
Percent Change (%)	△4.1	10.5	39.4	50.0	—
(Ref.) Results for the six months ended September 30, 2017	162,532	2,659	2,520	1,431	91.18

[Reasons for the revision]

Consolidated net sales for the six months ending September 30, 2018 has been almost in line with the previous forecast, although some overseas business weakens. On the income side, operating income is expected to increase due to a steadier-than-expected progress of collection (reversal) of allowance for doubtful receivables. Ordinary profit and net income attributable to the parent company are expected to substantially exceed the previous forecasts due to a stable weaker yen than expected and a lower tax burden rate attributable to a decrease in tax burden at some overseas subsidiaries.

As for the consolidated financial forecast for the full fiscal year, as there are many uncertain factors, the forecast figures of the previous announcement are left unchanged. The Company will announce promptly in case there is a need for revision according to the trend of future business performance.

2. Revision of the forecast of dividend

	Dividend per share				
	1st Quarter	2nd Quarter	3rd Quarter	Year-end	Total
Forecast previously disclosed on May 11, 2018	Yen —	Yen 37.50	Yen —	Yen 37.50	Yen 75.00
Revised forecast	—	62.50 (Ordinary 37.50) (Special 25.00)	—	37.50	100.00
Actual amount for the current fiscal year	—				
Actual amount for the previous fiscal year ended March, 2018	—	30.00	—	30.00	60.00

[Reasons for the revision]

Since a progress of collection (reversal) of allowance for doubtful receivables has been steadier than previously expected as is stated in 1. Revision of the forecast of consolidated financial results, the internal reserve is expected to exceed the original assumption. Thus the Company has decided to revise the dividend forecast at the end of the second quarter to 62.50 yen by adding a special dividend of 25.00 yen to the ordinary dividend of 37.50 yen per share as previously forecasted, taking into consideration the Company's dividend policy.

(Note) Forecasts above are based on judgments made in accordance with information available at the time of this announcement. Actual results may differ significantly from the forecasts for a number of factors.