

January 29, 2015

To whom it may concern

NPC Incorporated
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Announcement on the Revision of Business Forecast

NPC Incorporated, hereinafter referred to as “the Company”, hereby notifies that the business forecast which was announced on January 8, 2014 has been revised in view of recent business trends. Details are as follows:

Descriptions

Revision of consolidated business forecast for the full year (September 1, 2014 through August 31, 2015)

(Million yen)

	Sales	Operating Income	Ordinary income	Net Income	Net income per share (yen)
Previous forecast (A)	—	—	—	—	—
Revised forecast (B)	9,695	431	270	385	17.49
Amount of increase/decrease (B-A)	—	—	—	—	
Change (%)	—	—	—	—	
[Reference] Full year of FY2014	15,696	467	443	124	5.65
[Reference] early business forecast	11,357	255	141	124	5.66

Revision of non-consolidated business forecast for the full year (September 1, 2014 through August 31, 2015)

(Million yen)

	Sales	Operating Income	Ordinary income	Net Income	Net income per share (yen)
Previous forecast (A)	—	—	—	—	—
Revised forecast (B)	9,646	391	241	356	16.18
Amount of increase/decrease (B-A)	—	—	—	—	
Change (%)	—	—	—	—	
[Reference] Full year of FY2014	15,573	379	310	478	21.70
[Reference] early business forecast	11,338	249	135	118	5.38

As the negotiation was proceeding in the contract module assembly business which was not expected in the business forecast announced on October 8, 2014 (hereinafter the “early business forecast”), the full year business forecast was yet to be determined when the Company announced the revision of the business forecast on January 8, 2015.

[Reasons for the Revision]

The Company's consolidated sales for the full year of the fiscal year 2015 is expected to be 9,695 million yen. The main reasons are as follows.

1. The negotiation for the new contract in the contract module assembly business for the second half, which was not expected at the early business forecast, has been proceeding yet. However, because various factors such as the starting point of the manufacturing and etc. have not been determined at this point, it is difficult to include the currently negotiated business in the business forecast of the fiscal year 2015.
2. As described in "Announcement on the Revision of Business Forecast and Extraordinary Income" announced on January 8, 2015, there had been a change of the quantity in the contract module assembly business at the customer's request in the contracted period..

On the other hand, profitability is expected to exceed the early business forecast due to cost and expense reduction. As a result, operating income is expected to be 431 million yen, the ordinary income is expected to be 270 million yen, and the net income is expected to be 385 million yen in the revised consolidated business forecast.

The reasons for the revision of non-consolidated business forecast of the fiscal year 2015 are the same as the consolidated business forecast.

[Note] The numerical values described in this notification were based on the information available as of today, and is subject to change as a result of various factors that might arise in the future.

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