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To Whom It May Concern:

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Notice Concerning Earnings and Dividend Forecast

Japan Cash Machine Co., Ltd. (hereinafter referred to as the "Company") hereby announce our consolidated earnings forecast and dividend forecast for the fiscal year ended March 31, 2023, which were undetermined in the "Consolidated Financial Results for the Fiscal Year Ended March 31, 2022(Under Japanese GAAP)" released on May 10, 2022, as follows.

1. Forecast

(1) Earnings Forecast for the fiscal second quarter ending March 2023

(April 1, 2022 through September 30, 2022)

	Net Sales	Operating Profit	Ordinary Profit	Profit attributable to owners of parent	Earnings Per Share
Previously announced forecasts (A)	Millions of yen —	Millions of yen —	Millions of yen —	Millions of yen —	Yen —
Revised forecasts (B)	12,400	600	1,300	1,000	33.71
Change (B-A)	—	—	—	—	—
Change (%)	—	—	—	—	—
(Reference) Actual results for the second quarter of the previous fiscal year	9,009	274	324	174	5.87

(2) Earnings Forecast for the fiscal year ending March 2023

(April 1, 2022 through March 31, 2023)

	Net Sales	Operating Profit	Ordinary Profit	Profit attributable to owners of parent	Earnings Per Share
Previously announced forecasts (A)	Millions of yen —	Millions of yen —	Millions of yen —	Millions of yen —	Yen —
Revised forecasts (B)	21,600	(650)	100	1,400	47.19
Change (B-A)	—	—	—	—	—
Change (%)	—	—	—	—	—
(Reference) Actual results for the previous fiscal year	20,040	568	1,384	605	20.41

(Note) The above forecasts are based on information available as of the date of publication of this document, and actual results may differ from the forecasts due to various factors.

(3) Reason for Earnings Forecast

Consolidated Earnings Forecast for the fiscal year ending March 31, 2023, which had been undetermined due to the difficulty of predicting the impact of concerns about supply shortages of semiconductors and other electronic components on the Company and its subsidiaries (hereinafter referred to as the “Group”) business activities and performance, has been calculated based on the latest performance trends and other factors, and is now announced.

As economic activity is picking up due to the easing of regulations to deter the spread of the COVID-19 in many countries, capital investment demand in the Group's markets (especially in the Overseas Gaming and Commercial Gaming market) has continued to be strong from the first quarter, and consolidated results for the first half of the year are expected to significantly exceed those for the same period of the previous year. Operating profit is also expected to increase year on year, however, from the second quarter onward, the growth rate is expected to slow down due to soaring raw material prices and other factors. In addition, since foreign exchange gains are expected to be recorded as a result of the yen's depreciation, profit attributable to owners of the parent is projected at 1 billion yen.

Although the backlog of orders from customers for our products should continue to increase from the third quarter onward, sales in the second half of the year are expected to be affected by the aforementioned sharp rise in raw material prices as well as the anticipated delay in product production due to supply shortages of semiconductors and other electronic components. In addition, due to anticipated expenditures for R&D investments in new products that are essential to the development of the post COVID-19 business, the operating loss for the full year is expected to be 650 million yen.

On the other hand, the Company plans to sell its head office in the fiscal year ending March 31, 2023 and record an extraordinary profit of 1,509 million yen, as a result, profit attributable to shareholders of the parent company should be 1,400 million yen.

Incidentally, the exchange rates (annual average) for the current period are assumed to be 130 yen to the U.S. dollar and 136 yen to the euro.

(Note) Quarterly earnings per share and current earnings per share forecast are calculated based on the average number of shares during the period, reflecting the 9,800 shares (Restricted Stock Remuneration) to be issued on August 24, 2022.

2. Dividend Forecast

(1) Dividend Forecast for the fiscal year ending March 2023

	Annual dividend		
	End of second quarter	Year-end	Total
Year ending March 31, 2023(forecast)	Yen Sen 3. 00	Yen Sen 5. 00	Yen Sen 8. 00
Year ending March 31, 2022 (Actual results for the previous period)	0. 00	5. 00	5. 00

(2) Reason for dividend forecast

As stated above, although there should be an operating loss for the fiscal year ending March 31, 2023 (full year), we plan to post an extraordinary profit from the sale of our head office in the second half of the year, as well as taking other factors surrounding our future operating environment into consideration, we have decided to pay a dividend forecast of 3 yen per share for the second quarter-end dividend and 5 yen per share for the year-end dividend, for an annual dividend of 8 yen per share.

(Note) The above forecasts are based on information available as of the date of publication of this document, and actual results may differ from the forecasts due to various factors.