

Press Release

Company Name Japan Cash Machine Co., Ltd.

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Stock Code 6418

Stock Listing Tokyo Stock Exchange, 1st section

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Notice on Posting of Extraordinary Income / Loss and Revision of Financial Results Forecast

Japan Cash Machine Co., Ltd. ("the Company") hereby announces that the Company has revised its financial results forecast as below, which was previously announced on May 11, 2017, considering the recent business performance.

Revision of Financial Results Forecast Revision of forecast for consolidated financial results for the current fiscal year

(April 1, 2017 through March 31, 2018)

	Net Sales (millions of yen)	Operating income (millions of yen)	Ordinary income (millions of yen)	Net income attributable to owners of parent (millions of yen)	Net income per share (yen)
Previous forecast (A)	31,800	1,550	1,550	1,050	35.42
Revised forecast (B)	30,000	1,150	1,200	1,480	51.76
Changes from previous Forecast (B)-(A)	(1,800)	(400)	(350)	430	-
Change (%)	(5.7)	(25.8)	(22.6)	41.0	-
Results for previous Term (for reference)	30,230	1,752	1,533	1,012	37.71

2. Reasons for the Revisions

Owing to a settlement agreement reached in a lawsuit filed by the Company's subsidiary in the U.S. demanding damage recovery, the Company expects to post around 2,250 million yen of settlement money as an extraordinary income and 450 million yen of expenses for lawsuits as an extraordinary loss. The company refrains from disclosing the details of the lawsuit, including the counterparty company name, in accordance with a confidentiality clause of the settlement agreement.

Furthermore, the Company expects to post around 330 million yen of loss on sales and retirement of non-current assets because it has decided to withdraw from the amusement business (operation of amusement arcades) managed by the JCM Systems Co., Ltd., a consolidated subsidiary.

Accounting and tax treatments in the above cases have not yet been fixed. If the revision of the forecast is expected, the Company will disclose it again in timely and adequate manner.

In addition to the above, the Company has revised its forecast of financial results for the fiscal year ending March 31, 2018, since net sales, operating income, and ordinary income are expected to fall below its

previous forecast. This is because the business environment of the amusement equipment market in Japan has deteriorated beyond the Company's expectations, causing net sales to decrease from the previous year.

Regarding year-end dividend forecast for the fiscal year ending March 31, 2018, the Company does not plan to change announced one dated May 11, 2017.

*Please note that the forecasts above are based on currently available information, and actual results may differ from the forecasts due to subsequent various factors.