

Disclaimer:

This is an English translation of the captioned release. This translation is prepared and provided for the reader's convenience. All readers are recommended to refer to the original version of the release in Japanese for complete information.



January 27, 2022

Dear Sir,

SB Technology

Company Name: SB Technology Corp.
(Code No.: 4726 Tokyo Stock Exchange, First section)
Representative: Shinichi Ata
President & CEO
Contact Person: Masaaki Okazaki
Member of the Board & CFO, Executive Vice President
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**Notice Concerning Revisions to Full-Year Financial Results Forecasts
and Revisions to Dividend Forecasts (Dividend Increase)**

SB Technology Corp. (the "Company") hereby announces that the Board of Directors of the Company resolved to revise its earnings forecasts for the fiscal year ending March 31, 2022, and dividend forecasts announced on October 27, 2021, as described below at its meeting held today.

1. Revised earnings forecasts

(1) Revisions to consolidated financial results forecasts for the current fiscal year (April 1, 2021 to March 31, 2022)

	Net sales	Operating profit	Ordinary profit	Profit attributable to owners of parent	Profit per share
Previous forecasts (A)	millions of yen 65,000	millions of yen 4,600	millions of yen 4,600	millions of yen 2,800	yen 138.40
Revised forecasts (B)	65,000	5,000	5,000	3,000	148.25
Change (B-A)	0	400	400	200	—
Change (%)	0.0	8.7	8.7	7.1	—
(Reference) Actual consolidated results for the previous fiscal year (Fiscal year ended March 31, 2021)	52,533	3,855	3,981	2,428	120.25

*Results for the prior year are presented unaudited on a reference basis, taking into account the major differences in the "Accounting Standards for Revenue Recognition."

(2) Reasons for revisions

Digitization is accelerating due to the impact of the COVID-19 pandemic, in addition to demand from companies in Japan for the use of digital technology to enhance their competitiveness, and companies' appetite for DX investment is further increasing.

Taking into account the consolidated financial results for the nine months of the fiscal year under review, and to reduce the risk of cost growth by strengthening project cost management, the Company has decided to revise its full-year consolidated financial forecasts upward based on the outlook that operating income, ordinary income, and profit attributable to parent owners are all likely to exceed the initial forecasts.

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2. Revisions to Dividend Forecasts (Dividend Increase)

(1) Annual dividends forecast for the year ending March 2022

	Annual dividends		
	End of Q2	End of year	Total
Previous forecast	—	20.00yen	40.00yen
Revised forecast	—	30.00yen	50.00yen
Results for current FY	20.00yen	—	—
Results for the previous fiscal year (fiscal year ended March 31, 2021)	15.00yen	25.00yen	40.00yen

(2) Reasons for revisions

Providing benefits to shareholders is one of the highest priorities of the Company. The goal is to achieve sustained growth in corporate value while making business operations even more powerful. Dividends are the primary method for distributing earnings to shareholders. The policy is to pay a steady and consistent dividend that takes into account consolidated performance in each fiscal year, investment plans, liquidity and other applicable factors. The Company's basic policy for dividends is to make semiannual distributions comprising an interim dividend and year-end dividend.

In light of the revised-upward consolidated earnings forecast for the fiscal year ending March 31, 2022, we have revised the annual dividends forecast to 30 yen per share, up by 10 yen from the previous forecast of 20 yen per share.

At the end of the second quarter, the Company paid an interim dividend of 20 yen per share. As a result, the annual dividend forecast for the fiscal year under review is 50 yen per share.

(Notice) The above forecasts are based on information currently available to the Group. Please be aware that actual results may differ from these preliminary forecasts due to a variety of factors.