

July 31, 2020

To Whom It May Concern,

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 (Code Number: 5481, First Section of the TSE)  
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### Notice regarding Earnings and Dividend Forecasts for the Fiscal Year Ending March 31, 2021

Sanyo Special Steel Co., Ltd. (the “Company”) hereby announces the earnings and dividend forecasts for the fiscal year ending March 31, 2021, which had yet been undetermined at the time of “Flash Report [Japanese GAAP] (Consolidated Basis) Results for the fiscal year ended March 31, 2020” released on April 30, 2020.

#### 1. Earnings Forecasts

##### (1) Earnings forecasts for the first half of fiscal year ending March 31, 2021 (April 1, 2020 - September 30, 2020)

	Net Sales	Operating Income	Ordinary Income	Net Income Attributable to Owners of the Parent	Net Income Per Share
	Millions of yen	Millions of yen	Millions of yen	Millions of yen	Yen
Previous Forecasts (A)	-	-	-	-	-
<b>New Forecasts (B)</b>	<b>95,000</b>	<b>-5,400</b>	<b>-5,400</b>	<b>-4,800</b>	<b>-88.08</b>
Increase/Decrease (B-A)	-	-	-	-	
Change (%)	-	-	-	-	
(For Reference) Results for the first half of fiscal year ended March 31, 2020	146,091	2,617	2,233	1,379	24.62

##### (2) Earnings forecasts for the fiscal year ending March 31, 2021 (April 1, 2020 - March 31, 2021)

	Net Sales	Operating Income	Ordinary Income	Net Income Attributable to Owners of the Parent	Net Income Per Share
	Millions of yen	Millions of yen	Millions of yen	Millions of yen	Yen
Previous Forecasts (A)	-	-	-	-	-
<b>New Forecasts (B)</b>	<b>200,000</b>	<b>-7,700</b>	<b>-8,000</b>	<b>-7,100</b>	<b>-130.29</b>
Increase/Decrease (B-A)	-	-	-	-	
Change (%)	-	-	-	-	
(For Reference) Results for the fiscal year ended March 31, 2020	262,452	-1,417	-1,521	-3,717	-67.14

#### Reasons for the Earnings Forecasts

Although the Company had not been able to disclose the earnings forecasts of the fiscal year ending March 31, 2021 because of the difficulty to reasonably estimate the future order status due to the impact of COVID-19, based on the currently available market and other information, the Company calculated the earnings forecasts on the assumption that the impact of COVID-19 will remain within the year although the decline in demand of special steel will bottom out in the first half of the current fiscal year and the demand will gradually recover.

## 2. Dividend Forecasts for fiscal year ending March 31, 2021

	Annual dividend per share (yen)		
	End of the first half of fiscal year	End of the fiscal year	Full fiscal year
Previous forecasts	-	-	-
<b>New forecasts</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>
Actual for previous fiscal year (Fiscal year ended March 31,2020)	15.50	0.00	15.50

### Reasons for Dividend Forecasts

Regarding the dividend for the fiscal year ending March 31, 2021, the Company has regrettably forecast zero dividends as the net loss attributable to owners of the parent for the full fiscal year is expected to be recorded at 7.1 billion yen.

Note: The above forecasts are based on information that was available on the announcement date of this release.

Actual results may differ from the forecasts due to various risks and uncertainties.

Please note that the official text of this document has been prepared in Japanese. To the extent there is any discrepancy between the English translation and original Japanese version, please refer to the Japanese version.