

Notice Concerning Withdrawal of New Medium-Term Management Plan 2021 Performance Targets

On April 26, 2019, PRONEXUS Inc. (below “the Company”) timely disclosed its New Medium-Term Management Plan 2021. It is currently in the second year of the plan and, as announced today in our consolidated financial results for the fiscal year ended March 2020, we have not yet decided on the earnings forecast for the fiscal year ending March 2021. As a result, the performance targets for the second and third years of this Medium-Term Management Plan will be temporarily withdrawn. We will disclose the performance target when it becomes possible to revise the earnings forecasts.

1. Details and reasons of withdrawal

Main consolidated performance targets of the Medium-Term Management Plan announced on April 26, 2019

(Unit: million yen)

	References (1st term of Plan: FY2020)			Subject of Withdrawal (2nd and 3rd terms of Plan)	
	Targets	Results	Difference	FY2021	FY2022
Net sales	23,700	24,446	+ 746	24,500	25,000
Operating income	2,550	2,571	+ 21	2,650	2,650
Ordinary income	2,650	2,717	+ 67	2,750	2,750
Profit attributable to owners of parent	1,830	1,816	- 13	1,900	1,900

2. Reason for Withdrawal: Reprinting Content from Financial Statement Dated Today

In the next fiscal year, due to the stagnation in economic activities with the spread of novel coronavirus disease (COVID-19), we expect uncertainty in the number of deals for both Japanese listed companies which are customers of the Company and IPOs and financing in the J-REIT market, as well as the number of new investment trusts being established. The full-year consolidated earnings for the fiscal year ending March 31, 2021, the second year in the New Medium-Term Management Plan 2021 is undecided due to the difficulty in calculating the amount of the effects on earnings at the present stage. Therefore, we are temporarily withdrawing the performance targets for the second and third year (the fiscal year ending March 31, 2022) of the New Medium-Term Management Plan 2021.

While carefully following future market trends, we will promptly disclose our earnings forecasts when they can be calculated.