



August 8, 2019

Company name Precision System Science Co., Ltd.

Code 7707 JPX Mothers

Notice Regarding Revision of Consolidated Earnings Forecast

Based on recent business performance trends, etc., the consolidated business forecast announced on August 14, 2018 will be revised as follows.

1. Revision of Consolidated Earnings Forecast

(1) Revision of consolidated earnings forecast for the fiscal year ending June 2019

(July 1, 2018 - June 30, 2019)

(Million yen)

	Net Sales	Operating income	Ordinary income	Attributable to owners of the parent Net income	Per share Net income (yen)
Previous announcement forecast (A)	4,300	△250	△275	△300	△13.01
Revised forecast(B)	4,381	162	137	128	5.29
Increase (decrease) (B-A)	81	412	412	428	
Rate of change (%)	1.8%	—%	—%	—%	
Reference) Previous year ending June 2018	3,641	△385	△385	△457	△19.84

(2) Reasons for revision of consolidated earnings forecasts

For the consolidated fiscal year, net sales are expected to be ¥4,381 million (+ 1.8% from the previous forecast) and gross profit of ¥1,551 million (+3.4% from the previous forecast).

Sales of fully automated genetic diagnostic equipment, which is an OEM (sales under the original brand) supply for Elitech, and sales of DNA automatic extraction equipment based on OEM supply contracts with major companies in the bio-related industry have been strong. As a result, overall sales and profits are expected to increase not only from the initial forecast but also from the same period of the previous year.

In terms of expenses, R & D expenses of 377 million yen (initial disclosure not disclosed, reference: 568 million yen for the previous fiscal year) through efforts to reduce expenses, and other expenses were reduced, selling, general and administrative expenses were 1,388 million yen. (-20.6% from the previous forecast).

As a result of these increases in sales and profits and cost reductions, operating income is 162 million yen (previous forecast is operating loss -250 million yen), ordinary income is 137 million yen (previous forecast is ordinary loss -275 million yen), and net income attributable to owners of the parent was 128 million yen (previous forecast is -300 million yen net loss)

2. Future Forecast (Ending June 2020)

The future forecast will be officially announced when the financial results are announced.

* Performance forecasts are based on information available as of the date of announcement, and actual business results may differ from the forecast figures due to various factors in the future.