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To Whom It May Concern:

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**Difference between Consolidated Earnings Forecast and Actual Results for the First and Second Quarters of the Fiscal Year Ending December 31, 2020 and Revision to Consolidated Earnings Forecast**

We hereby notify you that a difference has arisen between the Company's earnings forecast for the first and second quarters of the fiscal year ending in December 2020, which was announced on February 13, 2020, and the actual results, announced today, as described below.

In addition, we hereby announce that based on recent trends, we have revised the full-year earnings forecast for the fiscal year ending in December 2020 as follows.

1. Difference between earnings forecast and actual results and revision of full-year earnings forecast  
 Difference between the consolidated earnings forecast for the first and second quarters (year to date) of the fiscal year ending in December 2020 (January 1 to June 30, 2020)

	Net sales	Operating income	Ordinary income	Quarterly income attributable to owners of parent	Net income per share for quarter
	Millions of yen	Millions of yen	Millions of yen	Millions of yen	Yen
Previously announced forecast (A)	5,000	600	600	400	21.07
Results announced this time (B)	5,701	1,133	1,126	794	41.85
Difference (B-A)	701	533	526	394	
Percentage change (%)	14.0	89.0	87.8	98.6	
(Reference) Results for the first and second quarters of the previous term (First and second quarters of the fiscal year ended December 31, 2019)	4,976	610	638	457	24.09

Revision to the full-year consolidated earnings forecast for the fiscal year ending in December 2020 (January 1 to December 31, 2020)

	Net sales	Operating income	Ordinary income	Net income attributable to owners of parent	Net income per share
	Millions of yen	Millions of yen	Millions of yen	Millions of yen	Yen
Previously announced forecast (A)	11,600	1,700	1,750	1,250	65.87
Forecast revised this time (B)	11,100	2,000	2,000	1,400	73.77
Difference (B-A)	△500	300	250	150	
Percentage change (%)	△4.3	17.6	14.3	12.0	
(Reference) Results for the previous term (Term ended December 2019)	10,865	1,637	1,722	1,236	65.16

## Translation

### 2. Reason for the revision

Looking at sales in the first and second quarters of the consolidated fiscal year under review, the spread of the new coronavirus (hereinafter, “infectious disease”) caused greater demand for PCs and tablets because more people were working from home and studying at home, and there was an increase in data traffic. Against this background, there was also an increase in existing demand for servers, and products related to them performed well.

Furthermore, measures against the infectious disease taken at some customers caused front-loaded demand, and so our previously announced forecast values were exceeded. Each type of profit also exceeded the previously announced forecast owing to the effect of higher sales and restrained selling, general and administrative expenses due to our employees refraining from going on business trips.

Regarding the full-year earnings forecast, it remains uncertain how the extent to which the infectious disease will spread and the prospect for that will affect the economy. In addition, in the second half of the year there will be a delay in full-scale demand for servers for next-generation data centers compared with the initial forecast, a slump in the automobile market and a slowdown in demand for smartphones. Considering these factors, we believe that our business performance will face tougher conditions than in the first half, and so we have revised our forecasts.

Note: The above forecasts were calculated based on the currently available information as of the date of this announcement and certain assumptions that we consider to be reasonable, and actual results may differ from these forecasts owing to various factors.