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Press Release

Ichio Otsuka
 President and Representative Director
 Toyo Seikan Group Holdings, Ltd.
 (Code: 5901, First Section of Tokyo Stock
 Exchange)

Contact:
 Kouki Ogasawara
 Director and Operating Officer
 General Manager of General Affairs Department
 Phone: +81-3-4514-2001

**Notice Regarding the Extraordinary Income and Losses and
 Revision of Financial Forecasts for Fiscal 2018**

Toyo Seikan Group Holdings, Ltd. (the “Company”) hereby announces that it will post extraordinary income and losses for the year ending March 2019 (FY2018) and that it has revised the financial forecasts for the fiscal year which had been announced on August 1, 2018, as stated below.

1. Extraordinary Income and Losses for FY2018

We will post the following extraordinary income and loss for FY2018.

(in billions of yen)

		Q2 (July–September)	Full-year
(1)	Gain on sales of investment securities (Extraordinary income)	–	6.3
(2)	Loss on disaster (Extraordinary loss)	approx. 4.8	approx. 8.0

(1) Gain on sales of investment securities (Extraordinary income)

As announced in the Toyo Seikan Group Fifth Mid-term Management Plan, the Company plans to sell off so-called “strategic-shareholdings”, including cross-held shares, worth approximately 30 billion yen during FY2018. As part of the plan, the Company sold such shares worth 6.8 billion yen during the period from October 2 to October 19, 2018, and it will post a gain on sales of investment securities of 6.3 billion as extraordinary income for the third quarter (from October to December) of the fiscal year.

While the program for the sale of strategic-shareholdings will continue to be implemented as planned, the latest financial forecasts shown in the following section (2. Revision of financial forecasts) do not take account of the possible gain or loss on the planned sale.

(2) Loss on disaster (Extraordinary loss)

Since the earthquake in the northern part of Osaka prefecture and the torrential rains in

Western Japan have caused damage to facilities of the Company's consolidated subsidiary Toyo Seikan Co., Ltd., the Company will post an extraordinary loss of approximately 4.8 billion yen for the second quarter (from July to September) and approximately 8.0 billion yen for the full-year of FY2018.

2. Revision of financial forecasts

Revision of consolidated earnings forecasts for the period from April 1 to September 30, 2018

(in millions of yen, except for per share amounts and change ratios)

	Net sales	Operating income	Ordinary income	Profit attributable to owners of parent	Profit per share (yen)
Previous forecasts (A)	405,000	18,500	19,500	11,500	57.05
Revised forecast (B)	405,000	19,500	22,500	11,000	55.12
Change (B-A)	0	1,000	3,000	-500	
Percentage of change (%)	0.0	5.4	15.4	-4.3	
<Reference> Year earlier results (2017)	403,759	23,576	24,634	12,726	62.73

Revision of full-year consolidated earnings forecasts for FY2018

(in millions of yen, except for per share amounts and change ratios)

	Net sales	Operating income	Ordinary income	Profit attributable to owners of parent	Profit per share (yen)
Previous forecasts (A)	790,000	30,500	33,000	21,000	104.19
Revised forecast (B)	790,000	28,000	31,000	19,000	95.20
Change (B-A)	0	-2,500	-2,000	-2,000	
Percentage of change (%)	0.0	-8.2	-6.1	-9.5	
<Reference> FY2017 full-year results	785,278	31,870	29,244	-24,740	-121.96

3. Background of the revision

We have revised the financial forecasts for the period from April 1 to September 30, 2018 and for the full year of FY2018 based on the following reasons.

[The period from April to September 2018]

Net sales for the six-month period are expected to be in line with the previous forecast, while operating income is likely to exceed the previous forecast mainly because Toyo Seikan has shifted fix costs incurred at several facilities that suspended operation due to the impact of the torrential rains in Western Japan from operating cost to extraordinary loss. Ordinary income for the period is also expected to exceed the previous forecast largely due to foreign exchange gains related to foreign currency loans, including loans to overseas subsidiaries. Profit attributable to owners of parent for the period is expected to be lower than the previous forecast due to the extraordinary losses, as mentioned in Section 1.

[The full-year FY2018]

On a full-year basis, net sales for FY2018 is likely to be in line with the previous forecast, while

operating income and ordinary income are expected to be less than the previous forecasts due to rises in raw material and energy prices and other factors. Profit attributable to owners of parent for the full year is expected to be below the previous forecast primarily due to the extraordinary losses, as mentioned in Section 1.

Note: As the abovementioned earnings forecasts are based on the information available as of the date of this announcement, future results may differ from figures indicated in the forecasts because of various factors.