

February 7, 2019

Press Release

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**Notice Regarding the Extraordinary Income and Losses and
 Revision of Non-Consolidated Earnings Forecast for Fiscal 2018**

Toyo Seikan Group Holdings, Ltd. (the “Company”) hereby announces that it will post extraordinary income and losses for the first nine months of the year ending March 2019 (FY2018) and that it has revised its full-year FY2018 non-consolidated earnings forecast in light of recent business conditions. The details are described below.

1. Extraordinary Income and Losses

We will post extraordinary income and losses for the April-December period of FY2018 as follows.
 (approximate amounts, in millions of yen)

		Consolidated	Non-consolidated
(1)	Gain on sales of investment securities (Extraordinary income)	14,900	14,900
(2)	Impairment loss (Extraordinary losses)	8,400	-

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

The Company plans to sell off so-called “strategic-shareholdings”, including cross-held shares, worth approximately 30 billion yen during FY2018, as announced in the Toyo Seikan Group Fifth Mid-term Management Plan.

As part of the sell-off plan, the Company sold such shares worth 6.8 billion yen during the period from October 2 to October 19, 2018, which was announced in the press release on October 22, 2018, “Notice Regarding the Extraordinary Income and Losses and Revision of Financial Forecasts for Fiscal 2018.” Later during the third quarter (October to December), it sold additional shares worth 10.7 billion yen. As a result, it will post a gain on sales of investment securities of 14.9 billion yen as extraordinary income for the April-December period, including a 6.3 billion yen gain, which has already been announced on October 22, 2018.

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

(2) Impairment loss (Extraordinary loss)

- FUJI TECHNICA & MIYAZU INC., a consolidated subsidiary of the Company, has written down the carrying value of property, plant and equipment and intangible assets (including goodwill) by 3 billion yen and 3.4 billion yen, respectively, since it does not expect a quick recovery of the asset value given the emergence of competitors in Korea and China and the impact of weakened demand. Consequently, the Company will book a total of 6.5 billion yen in impairment loss on a consolidated basis for the April-December period of FY2018.
- Other consolidated subsidiaries, including TOYO-SASAKI GLASS CO., LTD., have written down the value of fixed assets by 1.9 billion yen in total, which will be recorded as an impairment loss in the consolidated financial statements for the period.

2. Revision of financial forecast

Revision of full-year FY2018 non-consolidated earnings forecast

(April 1, 2018 to March 31, 2019)

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

	Revenue	Operating income	Ordinary income	Profit per share (yen)
Previous forecast (A)	19,000	10,000	8,500	41.90
Revised forecast (B)	19,000	11,000	21,000	106.21
Change (B-A)	0	1,000	12,500	
Percentage of change (%)	0.0	10.0	147.1	
<Reference> Year earlier results (FY2017)	20,343	8,868	-12,325	-60.76

3. Background of the revision of non-consolidated earnings forecast

(The previous forecast was announced on May 15, 2018.)

Revenue is expected to be in line with the previous prediction, while ordinary income for the year ending March 2019 is likely to exceed the previous forecast largely due to foreign exchange gains related to foreign currency loans, including loans to overseas subsidiaries. Non-consolidated profit for the year is also expected to exceed the previous forecast since the Company has posted a gain on sales of investment securities, as mentioned in former section 1- (1).

Consequently, the Company has revised its full-year forecast of non-consolidated performance for the year.

Please note that the consolidated performance is likely to be in line with the latest forecast, which was announced in October 2018. If another revision is likely, we will promptly disclose such information.

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