

August 5, 2020

For immediate release

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### **Announcement of Consolidated Earnings and Dividend Forecasts for Fiscal Year Ending March 2021**

Dai Nippon Printing Co., Ltd. (DNP) has announced the following consolidated earnings and dividend forecasts for the fiscal year ending March 2021, which it had previously left pending in its “Consolidated Financial Results for the Fiscal Year Ended March 31, 2020” published on May 27, 2020.

#### **1. Consolidated Earnings Forecasts**

##### **(1) Consolidated earnings forecasts for the fiscal year ending March 31, 2021 (April 1, 2020 – March 31, 2021)**

	Net Sales	Operating Income	Ordinary Income	Net Income Attributable to Parent Company Shareholders	Net Income per Share
	Million yen	Million yen	Million yen	Million yen	Yen
Previous forecast (A)	–	–	–	–	–
Revised forecast (B)	1,340,000	40,000	48,000	21,000	74.76
Change (B–A)	–	–	–	–	–
Change (%)	–	–	–	–	–
(Reference) Previous year result (fiscal year ended March 31, 2020)	1,401,894	56,274	63,786	69,497	235.18

##### **(2) Reasons for disclosure of consolidated earnings forecasts**

The DNP Group had opted not to announce earnings forecasts for the fiscal year ending March 2021 due to the lack of visibility on the impact of the novel coronavirus (COVID-19) and the consequent lack of a reasonable and appropriate basis on which to forecast earnings. The DNP Group now expects the economy to recover moderately in the second half of the fiscal year ending March 2021 due to the gradual resumption of domestic and

overseas economic activity and support from government fiscal and monetary policies. On the assumption that further social restrictions will not be imposed, the DNP Group has now opted to announce full-year forecasts due to its judgment that currently available information constitutes a reasonable basis for estimating COVID-19's impact.

## 2. Dividend Forecasts

### (1) Dividend forecasts for the fiscal year ending March 31, 2021 (April 1, 2020 – March 31, 2021)

	Annual Dividends (Yen)		
	Second Quarter-end	Year-end	Total
Previous forecast	–	–	–
Revised forecast	32.00	32.00	64.00
(Reference) Previous year result (fiscal year ended March 31, 2020)	32.00	32.00	64.00

### (2) Reasons for disclosure of dividend forecasts

The DNP Group positions returning profits to its shareholders and other stakeholders as a key tenet of management policy. It intends to distribute profits based on the payment of a stable dividend to shareholders while considering earnings and dividend payout ratio. It also intends to secure retained earnings and strengthen its business infrastructure in preparation for future business development.

Retained earnings are used to invest in research and development related to new products and technologies, to invest in equipment needed to develop new businesses, and to implement strategic alliances and M&A and invest in human resources to support these activities. At the same time, the DNP Group considers flexible capital policies while accounting for its capital needs and market trends.

In addition, while continuing to implement measures to respond to COVID-19, the DNP Group will continue to provide new value while considering the health, safety, and wellbeing of its employees and maintaining stable employment conditions. The DNP Group believes that these efforts will contribute to higher profits that can then be passed on to shareholders and other stakeholders in future.

In line with this basic policy, the DNP Group intends to pay an annual dividend of ¥64 per share (including an interim dividend of ¥32 per share) for the fiscal year ending March 2021, based on its August 5, 2020 announcement of consolidated earnings forecasts for the fiscal year. This will provisionally result in a consolidated payout ratio of 85.6% for the fiscal year.

#### \*Note regarding forward-looking statements

The above forecasts and forward-looking statements are based on currently available data and involve potential risks and uncertainties such as changes in the timing at which the COVID-19 pandemic is contained. Actual earnings may differ from these forecasts due to a variety of factors.