

Translation

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Company: Roland Corporation
Representative: Jun-ichi Miki, CEO & Representative Director
(Securities Code: 7944; TSE First Section)
Contact: Naoyuki Tamura, Senior Executive Officer
(Tel. +81-53-523-3652)

Notice of Revisions of Financial Result Forecasts

Roland Corporation (the “Company”) hereby announces the revisions of the consolidated financial result forecasts released on February 12, 2021, in consideration of the recent trends in financial results, as follows.

1. Revisions of the consolidated financial result forecasts

Revisions of the consolidated financial result forecasts for the second quarter of the fiscal year ending December 31, 2021 (January 1, 2021 to June 30, 2021)

	Net sales	Operating profit	Ordinary profit	Profit attributable to owners of parent	Basic earnings per share
Previous forecast (A) (Announced on Feb 12, 2021)	Million Yen 32,100	Million Yen 2,000	Million Yen 1,600	Million Yen 1,200	Yen 44.18
Revised Forecast (B)	41,400	6,300	6,000	4,600	168.54
Change (B–A)	9,300	4,300	4,400	3,400	—
Change (%)	29.0%	215.0%	275.0%	283.3%	—
(Reference) Previous 2nd quarter results (Jan. 1, 2020 – Jun 30, 2020)	28,234	2,666	2,339	1,650	61.46

Revisions of the consolidated financial result forecasts for the fiscal year ending December 31, 2021 (January 1, 2021 to December 31, 2021)

	Net sales	Operating profit	Ordinary profit	Profit attributable to owners of parent	Basic earnings per share
Previous forecast (A) (Announced on Feb 12, 2021)	Million Yen 68,400	Million Yen 7,500	Million Yen 6,900	Million Yen 5,200	Yen 191.44
Revised Forecast (B)	78,800	10,800	10,100	7,700	282.13
Change (B–A)	10,400	3,300	3,200	2,500	—
Change (%)	15.2%	44.0%	46.4%	48.1%	—
(Reference) Previous fiscal year results (Jan. 1, 2020 – Dec 31, 2020)	64,044	7,115	6,277	4,301	160.13

2.Reasons for the Revision

Consolidated financial result forecasts for the second quarter of the fiscal year ending December 31,2021

The Group temporarily piled up inventory at the end of the previous fiscal year to prepare for a potential fall in the capacity utilization of its mainstay factory in Malaysia and other partners' factories amid the COVID-19 pandemic. During the first quarter of the fiscal year ending December 31, 2021, however, the inventory piled up was absorbed more quickly than initially expected and the factory utilization did not decline significantly on the back of persistently strong demand for electronic musical instruments. We therefore have come to the conviction that sales during the six months ending June 30, 2021 will be far better than our initial forecast. Based on this conviction, we have revised the financial result forecasts for the second quarter of the fiscal year ending December 31, 2021 as follows:

Consolidated financial result forecasts for the fiscal year ending December 31,2021

We expect the demand for electronic musical instruments to remain strong also during the third and fourth quarters. On the supply side, the product supply could be constrained by the availability of raw materials in the third quarter and beyond as the volume of supply during the six months ending June 30, 2021 will likely exceed what was initially projected. In terms of profitability, we expect costs to continue rising in the third quarter onwards as raw materials and transportation costs are likely to keep soaring for a longer period of time than assumed. To reflect these situations, we revise the financial result forecasts for the fiscal year ending December 31,2021 as follows:

Note: The financial result forecasts contained in this document are prepared based the information currently available to us. Going forward, actual results may differ significantly from these forecasts due to a variety of factors.