

January 31, 2017

Company JVCKENWOOD Corporation
 Representative Takao Tsuji, President & CEO
 (Code: 6632; First Section of the Tokyo Stock Exchange)
 Contact Shinichiro Nishishita,
 General Executive,
 Corporate Communication Division
 (TEL: 81-45-444-5232)

Notice Regarding Revisions of Forecasts for Earnings and Dividend of Surplus

JVCKENWOOD Corporation (“JVCKENWOOD”), at its Board of Directors’ meeting held today, resolved, as follows, to make revisions of the consolidated earnings forecast for the fiscal year ending March 2017 that was announced on April 28, 2016 and the forecast for dividend of surplus, of which the record date is March 31, 2017.

1. Revision of Earnings Forecast

(1) Revision of the Consolidated Earnings Forecast for the Fiscal Year Ending March 2017 (April 1, 2016 to March 31, 2017)

(Unit: million yen)	Net sales	Operating income	Ordinary income	Net income attributable to owners of parent	Net income per share (yen)
Previous Forecast (A) (Announced on April 28, 2016)	295,000	4,800	3,300	300	2.16
Revised Forecast (B)	297,500	4,800	2,500	(7,300)	(52.54)
Amount of Change (B -A)	2,500	0	(800)	(7,600)	
Rate of Change (%)	0.8	0.0	(24.2)	-	
(Reference) Results for the Fiscal Year Ended March 2016	292,195	4,494	1,291	3,401	24.51

(2) Reasons for Revising Earnings Forecast

JVCKENWOOD expects net sales to exceed the forecast, driven by strong sales in the Automotive Sector and the Media Service Sector. As announced in “Notice Regarding Recording of Operating Loss and Extraordinary Loss” released today, however, the Company recorded operating loss in the Automotive Sector. We thus expect operating income to be in line with the initial forecast.

On the other hand, we expect ordinary income to fall below the forecast due primarily to an increase in foreign exchange losses at affiliated companies.

In addition, as announced in “Notice Regarding Recording of Operating Loss and Extraordinary Loss” released today, we expect net income attributable to owners of parent to fall below the forecast due largely to recording of extraordinary loss in the U.S. communication systems subsidiary and the U.S. CMOS image sensor subsidiary.

Accordingly, JVCKENWOOD has revised the consolidated earnings forecast for the fiscal year ending March 2017 that was announced on April 28, 2016.

2. Revision of Forecast for Dividend of Surplus

(1) Details of Revision of Dividend Forecast

(In yen)	Annual Dividend				
	End of First Quarter	End of Second Quarter	End of Third Quarter	Year-end	Total
Previous Forecast				—	—
Revised Forecast				5.00	5.00
Results for the Current Period	—	0.00	—		
Results for the Previous Period (Fiscal Year Ended March 2016)	—	0.00	—	5.00	5.00

(2) Reasons for Revision

In the “Accounting Report for the Fiscal Year Ended March 2016” released on April 28, 2016, we announced that the dividend for the fiscal year ending March 2017 had not been decided at that moment. After comprehensively considering its earnings power and financial position, however, the Company decided to revise the year-end dividend to 5 yen per share.