

JVCKENWOOD



October 31, 2022

Company	JVCKENWOOD Corporation
Representative	EGUCHI Shoichiro Representative Director of the Board, President and CEO (Code: 6632; Prime Market of the Tokyo Stock Exchange)
Contact	ENDO Isamu General Manager, Corporate Communication Department (Tel: +81-45-444-5232)

Revision of Consolidated Earnings Forecast for the Fiscal Year Ending March 2023

JVCKENWOOD Corporation (“JVCKENWOOD”) has revised the earnings forecast for the fiscal year ending March 2023 announced on April 27, 2022.

1. Revision of consolidated earnings forecast for the fiscal year ending March 2023 (April 1, 2022 to March 31, 2023)

(Million yen)	Revenue	Core operating income*	Operating profit	Profit before income taxes	Profit attributable to owners of	Basic net income per share
Previous Forecast (A) (Announced on April 27, 2022)	300,000	9,500	8,000	7,000	4,000	yen 24.47
Revised Forecast (B) (Announced on October 31, 2022)	330,000	12,700	20,800	19,800	15,200	yen 92.98
Amount of Change (B – A)	30,000	3,200	12,800	12,800	11,200	
Rate of Change (%)	10.0	33.7	160.0	182.9	280.0	
(Reference) Results for the Previous Fiscal Year (Fiscal Year Ended March 2022)	282,088	7,144	9,054	8,515	5,873	yen 35.89

* Core operating income does not include nonrecurring items that mainly occur temporarily, such as other income included in operating profit, other expenses, foreign exchange losses or gains.

2. Reasons for revising earnings forecast

During the second quarter of the fiscal year ending March 2023, JVCKENWOOD achieved the results that significantly exceeded the company's initial forecast. The reasons for this are as follows: in the U.S., demand in the public safety market is strong against the backdrop of large government budgets, orders are being received for new tri-band compatible radios scheduled for introduction in January 2023, which will lead to an expanded presence in the U.S., and the Communications Systems Business of the Public Services Sector performed better than expected due to the factors such as the growing demand for radio equipment as a result of the global momentum for crisis management.

In the third quarter and beyond, the Communications Systems Business is expected to significantly outperform the initial forecast due to the effects of large orders against the backdrop of continued strong market conditions. The Mobility & Telematics Service Sector is also expected to generate profits in line with the initial forecast due to the recovery of production in the OEM business. For this reason, company-wide revenue and core operating profit are expected to exceed the initial forecast.

With regard to each profit below operating profit, as separately disclosed today in the "Transfer of Fixed Asset," JVCKENWOOD expects to record a capital gain on transfer of fixed assets (approximately 9,600 million yen) in the third quarter of the fiscal year ending March 31, 2023, and has accordingly revised the forecast for its consolidated statement of income for the fiscal year ending March 31, 2023, as shown above.

The revised forecast for each profit below operating profit records the highest income since the management integration in 2008.

Reference

Consolidated earnings forecast for the fiscal year ending March 31, 2023 by sector

(Billion Yen)

		Result for FYE3/'21	Result for FYE3/'22	Previous Forecast for FYE3/'23 (Apr. 27, '22)	Revision Forecast for FYE3/'23 (Oct. 31, '22)	Change from previous forecast
M&T	Revenue	157.1	164.3	181.0	200.0	+ 19.0
	Core operating income	5.6	2.2	5.1	5.1	±0
PS	Revenue	60.9	58.1	60.8	69.8	+ 9.0
	Core operating income	1.9	2.5	2.9	7.2	+ 4.3
MS	Revenue	50.1	53.4	52.8	56.0	+ 3.2
	Core operating income	0.5	2.7	1.9	1.9	±0
Others	Revenue	5.5	6.3	5.4	4.2	-1.2
	Core operating income	-0.5	-0.3	-0.4	-1.5	-1.1
Total	Revenue	273.6	282.1	300.0	330.0	+ 30.0
	Core operating income	7.5	7.1	9.5	12.7	+ 3.2
	Operating Profit	4.9	9.1	8.0	20.8	+ 12.8
	Profit before income taxes	4.5	8.5	7.0	19.8	+ 12.8
	Profit attributable to owners of the parent company	2.2	5.9	4.0	15.2	+ 11.2