

*March 22, 2016***Notice Concerning Revisions to Business Forecasts and Dividend Forecast**

Elematec Corporation revised its business forecasts for the fiscal year ending March 2016 (April 1, 2015 to March 31, 2016) and dividend forecast at the end of the fiscal year ending March 2016 in view of recent trends in operating results. These forecasts replace the forecasts that were announced on October 26, 2015. Details are as follows.

1. Revisions to business forecasts

- (1) Revisions to consolidated business forecasts for the fiscal year ending March 2016
(April 1, 2015 to March 31, 2016)

(Million yen)

	Net sales	Operating income	Ordinary profit	Profit attributable to owners of parent	Net income per share
Previous forecast (A)	240,000	8,100	8,250	6,000	293.07 yen
Revised forecast (B)	216,000	6,600	6,900	5,000	244.22 yen
Increase/decrease (B-A)	-24,000	-1,500	-1,350	-1,000	—
Percentage change (%)	-10.0%	-18.5%	-16.4%	-16.7%	—
Previous results (Ref.) (fiscal year ended Mar. 2015)	181,876	7,375	7,077	5,105	249.38 yen

(2) Reason for revisions

As sales of parts and materials for devices for smartphones and displays were weak compared with the previous forecast due to the drastic changes in the market environment, Elematec expects net sales, operating income, ordinary profit and net income for the fiscal year ending March 2016 to lower than the previously announced estimated figures. Therefore, Elematec revised its consolidated business forecasts for the fiscal year ending March 2016.

2. Revision to dividend forecast

(1) Revision to the year-end dividend forecast for the fiscal year ended March 2016

	Annual dividend (yen)		
	End of 2Q	Year-end	Total
Previous forecast	40	48	88
Revised forecast		35	75
Current results	40		
Previous results (Year ended Mar. 2015)	30	45	75

(2) Reason for revision

The Company's fundamental policy regarding the annual dividend is to pay a consolidated net income of 30%.

Based on the above revisions to business forecasts, Elematec recalculated the dividend forecast and revised its year-end dividend for the fiscal year ended March 2016 to 35 yen per share. As a result, the dividend payout ratio (consolidated) is 30.7%.

(Note)

The above forecasts regarding future performance are based on information available at the time this report was prepared and embody uncertainties. Therefore, actual results may differ from the above forecasts due to changes in business conditions and other factors.