



February 3, 2021

Company Name: Brother Industries, Ltd.
 Representative: Ichiro Sasaki, Representative Director & President
 (Code: 6448; First Section of the Tokyo Stock Exchange and Nagoya Stock Exchange)
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**Revision of Consolidated Results Forecast and Year-End Dividend Forecast for Fiscal Year
 Ending March 31, 2021**

Brother Industries, Ltd. (the “Company”) announced today that at a Board of Directors meeting held on February 3, 2021, the Company resolved to revise the consolidated results forecast and year-end dividend forecast for the fiscal year ending March 31, 2021 (April 1, 2020 to March 31, 2021) announced on November 9, 2020 as described below in light of recent trends in business performance and other factors.

1. Revision of consolidated results forecast

(1) Revision of consolidated results forecast for the current fiscal year (April 1, 2020 to March 31, 2021)

(Billions of yen)

	Revenue	Operating profit	Profit before income taxes	Profit for the period	Profit for the period attributable to owners of the parent company	Basic earnings per share for the period (JPY)
Previous forecast (A)	600.0	53.5	53.0	40.0	40.0	153.93
Revised forecast (B)	625.0	68.5	68.0	51.0	51.0	196.27
Change (B-A)	25.0	15.0	15.0	11.0	11.0	—
Change (%)	4.2%	28.0%	28.3%	27.5%	27.5%	—
(Reference) Results for fiscal year ended March 31, 2020	637.3	67.3	67.0	49.7	49.6	190.80

(2) Reasons for the revision

The Company will revise its consolidated results forecast for the fiscal year ending March 31, 2021 as results for the current fiscal year are now expected to exceed the previous forecast due to decrease in SG&A

expenses throughout the year as well as higher-than-expected performance mainly in the P&S and P&H businesses in the third quarter, although impairment charges for karaoke clubs are likely to be recorded in the N&C business.

2. Revision of year-end dividend forecast

(1) Details of revision of year-end dividend forecast

(JPY)

	Dividend per share		
	Interim	Year-end	Annual
Previous forecast (announced on November 9, 2020)		27	54
Revised forecast		Undecided	Undecided
Dividends paid in the current fiscal year	27		
Dividends paid in the previous fiscal year (ended March 31, 2020)	30	30	60

(2) Reasons for the revision

The Company's basic policy is to provide stable shareholder returns while taking into consideration maintaining internal reserves needed for investment in future growth, the status of cash flows, and other factors.

Under CS B2021, the Company's medium-term business strategy which ends in FY2021, the Company aims to make investments to build the foundations for future growth while providing stable shareholder returns with a target consolidated payout ratio of 35%. In addition, the Company has also set a minimum annual dividend of 60 yen per share, except during periods when financial results decline substantially as a result of rapid deterioration in the business environment.

Although the Company made upward revisions to its consolidated results forecast for the fiscal year ending March 31, 2021 in light of recent trends in business performance and other factors, actual results may deviate from the forecast announced this time given the impact of resurgence of COVID-19 in the U.S., Europe, and Japan. Taking such a situation into consideration, the Company will leave the year-end dividend forecast for the current fiscal year undecided at this point, and will again determine and announce its year-end dividend based on the shareholder return policy (payout ratio of 35%) described above when business results for the current fiscal year are determined.