

Company Name: **Leopalace21 Corporation**
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Notice Concerning Revision of Earnings Forecasts

Leopalace21 Corporation (Headquarters: Nakano, Tokyo; President and CEO: Bunya Miyao; the "Company") announced the following revision of earnings forecasts based on a resolution at the Board of Directors Meeting held on May 14, 2021, comparing with the previous earnings forecast which was announced on February 12, 2021.

1. Revision of Earnings Forecasts

[Consolidated]

Revision to earnings forecasts for the fiscal year ended March 31, 2021

(April 1, 2020 – March 31, 2021)

(Million yen)

	Net sales	Operating profit	Recurring profit	Net income attributable to shareholders of the parent	Net income per share (yen)
Previous forecast (A)	408,900	(34,600)	(39,800)	(44,400)	(169.02)
Revised forecast (B)	409,000	(29,100)	(34,100)	(23,600)	(84.88)
Amount change (B – A)	100	5,500	5,700	20,800	
Percentage change (%)	0.02	—	—	—	
(Reference) Results for the fiscal year ended March 31, 2020	433,553	(36,473)	(36,341)	(80,224)	(328.77)

[Non-consolidated]

Revision to earnings forecasts for the fiscal year ended March 31, 2021

(April 1, 2020 – March 31, 2021)

(Million yen)

	Net sales	Recurring profit	Net income	Net income per share (yen)
Previous forecast (A)	392,100	(35,000)	(39,200)	(149.22)
Revised forecast (B)	392,600	(29,000)	(18,600)	(66.97)
Amount change (B – A)	500	6,000	20,600	
Percentage change (%)	0.13	—	—	
(Reference) Results for the fiscal year ended March 31, 2020	413,844	(36,589)	(35,189)	(313.99)

2. Reasons for Revision of Earnings Forecasts

The earnings forecast for the fiscal year ended March 2021 overachieved the previous forecast due mainly to reversal of reserve for apartment vacancy loss of 3.6 billion yen as a result of recalculation which contributed to the operating loss reduction, and reversal of reserve for losses related to repairs of 15.3 billion yen contributed to the net loss reduction.

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