

May 2, 2018

To all parties concerned

Company Name: Asahi Net, Inc.
Representative: Jiro Hijikata, President
(Code Number: 3834,
Tokyo Stock Exchange, First Section)
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Announcement on Revision of Financial Forecast

Based on the recent business performance, Asahi Net, Inc. (“the Company”) has revised the financial forecast for the fiscal year ended March 31, 2018 (April 1, 2017-March 31, 2018) announced on May 10, 2017, as below.

1. Revision of financial forecast for the fiscal year ended March 31, 2018 (April 1, 2017-March 31, 2018)

	Sales	Operating Profit	Ordinary Profit	Net Profit	Profit per Share
Previous Forecast (A)	Millions of Yen 10,000	Millions of Yen 1,000	Millions of Yen 1,000	Millions of Yen 700	Yen 23.66
Revised Forecast (B)	9,340	830	840	570	19.27
Variance in Amount (B-A)	(660)	(170)	(160)	(130)	
Variance in Percentage (%)	(6.6)	(17.0)	(16.0)	(18.6)	
(Ref.) Actual Results for the Previous Fiscal Year (Fiscal Year ended March 31, 2017)	8,799	1,307	1,313	950	32.08

2. Reasons for the Revision

To provide a stable and high quality service in the light of increasing internet traffic, Asahi Net has established a native-method network in FY2016. Leveraging this network, the Company has started to provide IPv6 connection service to the Company’s ISP service members in FY2017.

At the same time, the Company had planned to provide services to other telecommunication carriers employing this network. However, due to delay in the start of service provision to FY2018, sales and operating profit are predicted to decline from the original forecast.

Furthermore, sales projection of the learning management system *manaba* was not achieved in FY2017, which also accounted for the decrease in forecast of sales and operating profit compared to the original forecast.

With respect to the year-end dividend forecast for the year ending March 31, 2018, the previously announced dividend forecast (9 yen per share) is retained.

(Notes) The financial forecast indicated above is based on information available at the time of this announcement, and the actual financial performance may be different from the forecast due to various factors.