



January 31, 2022

## NSK Announces Revision of Consolidated Business Forecast For the Fiscal Year Ending March 31, 2022 and Recognition of Impairment Loss

Tokyo, January 31, 2022 – NSK Ltd. (TSE: 6471) today announced that the company has revised its business forecast for the fiscal year ending March 31, 2022, which was announced on November 1, 2021 and also recognized an impairment loss on fixed assets in the three months ended Dec. 31, 2021.

### 1. Revision of Consolidated Business Forecast

Forecast for the Year Ending March 31, 2022

	Net sales	Operating income	Income before income taxes	Net income attributable to owners of the parent	Basic earnings per share
	Millions of yen	Millions of yen	Millions of yen	Millions of yen	yen
Previous forecast (A)	860,000	44,500	44,000	30,000	58.51
Revised forecast (B)	860,000	30,000	30,000	19,500	38.03
(B) – (A)	—	-14,500	-14,000	-10,500	—
% change	—	-32.6	-31.8	-35.0	—
For reference only: Results (last FY) (Apr. 1, 2020 - Mar. 31, 2021)	747,559	6,364	5,889	355	0.69

#### - Reasons for the Announcement

- Although the business environment surrounding the NSK Group remains stable due to the recovery of capital investment-related demand from sectors such as the machine tools and semiconductors, NSK has revised its consolidated business forecast for the year ending March 31, 2022 announced on November 1, 2021, to reflect the reduction of automotive vehicle production volumes due to supply shortages of components such as semiconductors and the increase of material prices, logistics costs, etc. Operating income, Income before income taxes, and Net income contributable to owners of the parent are all forecasted to be lower than the previous forecast. NSK also announced that impairment loss on fixed assets has been recognized in the three months ended Dec, 2021, as detailed in 2.

- Forecasted exchange rate from January 1, 2022 to March 31, 2022:

1 USD = ¥114, 1 Euro = ¥130, 1 CNY = ¥17.8

- No revision has been made to the dividend forecast with this revision of consolidated business forecast.

### 2. Recognition of Impairment loss on fixed assets

NSK recorded an impairment loss of ¥ 9.0 billion in the three months ended Dec. 31, 2021. This represents a reduction of the book value of property, plant and equipment and intangible assets to their estimated recoverable value due to business environment changes in the Automotive components business.

Note: The forecasts in this document are based on currently available information and certain assumptions that the Company regards as reasonable, and actual results may materially differ from any future results expressed herein due to various factors.

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