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Securities identification code: 1924

April 21, 2017

To whom it may concern

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### **PanaHome Announces to have Revised the Financial Forecasts**

Osaka, Japan, April 21, 2017 -- PanaHome Corporation ("PanaHome") today announced to have revised the financial forecasts for the fiscal year ending March 31, 2017 (fiscal 2016) from the forecasts announced on October 14, 2016, based on recent trends in business performance and other factors.

The Revised forecasts for fiscal 2016 (April 1, 2016 to March 31, 2017)

Yen (millions)

	Net sales	Operating income	Ordinary income	Net income attributable to owners of Parent	Net income per share
Previous forecasts (A)	370,000	16,000	15,900	10,100	60.15 yen
Revised forecasts (B)	359,600	11,800	11,600	7,500	44.67 yen
Difference (B-A)	Δ10,400	Δ4,200	Δ4,300	Δ2,600	—
Difference (%)	Δ2.8%	Δ26.3%	Δ27.0%	Δ25.7%	—
(Reference) Financial Results for fiscal 2015	352,971	15,851	15,866	10,053	59.86 yen

Reason:

It is expected that the full-year sales figures will fall short of the previous forecasts announced on October 14, 2016, mainly for the following reasons: (i) The orders of products such as box unit houses have been sluggish due to the persistent trend of home-buyer behavior towards the lengthening of negotiations in the expectation that mortgage rates will continue to hover near the current low level. (ii) Deliveries of some multi-story residential building have been delayed into the next fiscal year due to completion dates being concentrated near the end of fiscal year and the associated workforce shortages. (iii) The sales of condominiums have not grown at an expected pace. Accordingly, the full-year forecasts for each profit are now expected to fall short of the previous forecasts. The Company has therefore revised the financial forecasts as provided above.

(Note) The performance forecast figures in this document are based on certain premises that the Company considers to be reasonable at this time, and as a company, there is no intention to promise to realize it. Actual results may differ greatly from forecasts due to various factors. Important factors that affect actual results are changes in economic conditions and demand surrounding the Company, changes in the financial situation, and substantial fluctuations in land prices. Factors that affect business performance are not limited to these factors.