

August 5, 2014

Revision of Earnings Forecast for First Half of the Fiscal Year Ending March 31,2015

SANIX Incorporated (Ticker:4651,TSE/FSE, President & CEO: Shin-ichi Munemasa) announces that in light of recent performance trends, it has revised the consolidated earning forecast for the first half of the fiscal year ending March 31,2015, which were announced May 14,2014.

Revision of consolidated forecast for the 1st half of the fiscal year ending March 31, 2015(From April 1 to September 30, 2014)

(Millions of Yen)	Net Sales	Operating Income	Ordinary Income	Net Income	Net Income per Share (YEN)
Previous Forecast (A)	62,600	3,600	3,500	2,240	46.86
Revised Forecast (B)	51,200	(1,250)	(1,140)	(1,490)	(31.21)
Change (B-A)	(11,400)	(4,850)	(4,640)	(3,730)	
Precet Change (%)	-18.2%	-	-	-	
Reference: results for the 1st half of the fiscal year ended March 31,2014	31,692	1,495	1,443	1,051	22.05

Reasons for the Revision

Because it has been taking longer than SANIX (the “Company”) anticipated at the time of the previous announcement of the operating results forecast for the first half (May 14, 2014) for an electric utility companies to investigate each connection after the submission of an application for the connection to grid system, the number of installations was lower than planned. The main reason for the long time taken for the connection investigation is considered to be the rising volume of administrative work on each electric utility companies is required to undertake as a result of a significant increase in the number of certifications generation facilities of commercial PV system in February and March 2014.

The Company has revised its forecast net sales as described above, given the impact of the situation explained above on its results for the first six months of the current fiscal year, although this situation is expected to be gradually rectified on the current fiscal year.

With respect to income, mainly reflecting the fact that net sales will underperform the previous forecast, operating income, ordinary income and net income are all expected to be lower than the previous forecast.

The Company has not changed its operating results forecast for the full fiscal year ending March 2015 announced on May 14, 2014 because, in commercial PV systems, the level of the application for facility certification to the Company since May 2014 has reached the point where it significantly exceeds the initially anticipated level, and the Company believes that it will be able to make up for a shortfall in sales against forecast net sales for the first six months of the current fiscal year in the second half of the current fiscal year by revising its sales strategy and focusing on acquiring projects whose construction will commence promptly.

The projections and plans on this release are subject to change depending upon the changes of business environments and other conditions.

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