

Press Release

Company name: Citizen Watch Co., Ltd.
 Representative: Toshihiko Sato, President and CEO
 (Code: 7762, First Section, Tokyo Stock Exchange)
 Please address inquiries to Toshiyuki Furukawa
 Director in charge of Public & Investor Relations Department
 TEL: 042-468-4934

Notice of Differences Between Consolidated Operating Results Forecasts and Actual Results for 2Q FY2021 and Revision to Consolidated Operating Results Forecasts

Citizen Watch Co., Ltd. ("the Company") hereby announces the differences between the consolidated operating results forecasts for the six-month period ended September 30, 2021 announced on August 13, 2021 and the actual results announced today.

1. Differences between Consolidated Operating Results Forecasts and Actual Results for the 2nd quarter of the fiscal year ending March 31, 2022 (from April 1, 2021 to September 30, 2021)

(Unit: millions of yen, %)

	Net sales	Operating profit	Ordinary profit	Profit attributable to owners of parent	Earnings per share
Forecast previously announced (A) (August 13, 2021)	130,000	7,300	8,000	6,500	20.79 Yen
Actual results (B)	135,737	10,682	12,079	9,870	31.57 Yen
Change (B-A)	5,737	3,382	4,079	3,370	—
Change (%)	4.4	46.3	51.0	51.9	—
FY2020 (from April 1, 2020 to September 30, 2020)	88,999	(8,266)	(6,147)	(21,513)	(68.81) Yen

2. Revision to Consolidated Operating Results Forecasts for the fiscal year ending March 31, 2022 (from April 1, 2021 to March 31, 2022)

(Unit: millions of yen, %)

	Net sales	Operating profit	Ordinary profit	Profit attributable to owners of parent	Earnings per share
Forecast previously announced (A) (August 13, 2021)	268,000	13,800	15,000	11,500	36.78 Yen
Forecast as of the announcement date (B)	273,000	17,200	19,000	14,500	46.38 Yen
Change (B-A)	5,000	3,400	4,000	3,000	—
Change (%)	1.9	24.6	26.7	26.1	—
FY2020 (from April 1, 2020 to March 31, 2021)	206,641	(9,551)	(4,143)	(25,173)	(80.52) Yen

3. Reason for the difference

The consolidated financial results for the first half of the fiscal year ending March 31, 2022, indicate sales growth at physical stores, in addition to online sales, in the Watches segment primarily in the North American market despite the impact of COVID-19. Sales of movements were led by steady results of mechanical movements and high value-added analog quartz movements. As a result, the result particularly of the Watches segment exceeded the forecast.

The Company has revised its full-year consolidated financial forecasts for the fiscal year ending March 31, 2022 to reflect the consolidated results for the first half of the fiscal year, which exceeded the forecasts despite the uncertain market conditions expected due to the COVID-19 pandemic and the impact of a semiconductor shortage on parts supply.